

Company Registration No. 01327140 (England and Wales)

A.C. WOOD (SPECIALITY FIBRES) LIMITED

**UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 MAY 2017**

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A.C. WOOD (SPECIALITY FIBRES) LIMITED**STATEMENT OF FINANCIAL POSITION****AS AT 31 MAY 2017**

	Notes	2017 £	£	2016 £	£
Fixed assets					
Tangible assets	2		11,944		23,708
Investment properties	3		55,531		55,030
			<u>67,475</u>		<u>78,738</u>
Current assets					
Stocks		207,510		198,174	
Debtors	4	130,225		13,754	
Cash at bank and in hand		133,273		104,677	
		<u>471,008</u>		<u>316,605</u>	
Creditors: amounts falling due within one year	5	(97,058)		(133,058)	
Net current assets			<u>373,950</u>		<u>183,547</u>
Total assets less current liabilities			<u>441,425</u>		<u>262,285</u>
Capital and reserves					
Called up share capital	7		5,000		5,000
Profit and loss reserves			436,425		257,285
Total equity			<u>441,425</u>		<u>262,285</u>

The directors of the company have elected not to include a copy of the income statement within the financial statements.


For the financial year ended 31 May 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved by the board of directors and authorised for issue on 23/2/2018 and are signed on its behalf by:



 A C Wood
 Director

A.C. WOOD (SPECIALITY FIBRES) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2017

1 Accounting policies

Company information

A.C. Wood (Speciality Fibres) Limited (the 'company') is a private company limited by shares incorporated in England and Wales. The registered office is CCL House, Inmoor Road, Off Cross Lane, Tong, West Yorkshire, BD11 2PS.

Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include investment properties at fair value. The principal accounting policies adopted are set out below.

Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost of assets less their residual values over their useful lives on the following bases:

Plant and equipment	25% straight line
Office equipment	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

A.C. WOOD (SPECIALITY FIBRES) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2017

1 Accounting policies (Continued)

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include trade and other debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the financial asset is measured at the present value of the future receipts discounted at a market rate of interest.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including trade and other creditors, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest.

Equity instruments

Equity instruments issued by the company are recorded at the fair value of proceeds received, net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

A.C. WOOD (SPECIALITY FIBRES) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2017

1 Accounting policies (Continued)

Taxation

The tax expense represents the sum of the current tax expense and deferred tax expense. Current tax assets are recognised when tax paid exceeds the tax payable.

Current and deferred tax is charged or credited to profit or loss, except when it relates to items charged or credited to other comprehensive income or equity, when the tax follows the transaction or event it relates to and is also charged or credited to other comprehensive income, or equity.

Current tax assets and current tax liabilities and deferred tax assets and deferred tax liabilities are offset, if and only if, there is a legally enforceable right to set off the amounts and the entity intends either to settle on the net basis or to realise the asset and settle the liability simultaneously.

Current tax is based on taxable profit for the year. Current tax assets and liabilities are measured using tax rates that have been enacted or substantively enacted by the reporting date.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled based on tax rates that have been enacted or substantively enacted by the reporting date.

Deferred tax liabilities are recognised in respect of all timing differences that exist at the reporting date. Timing differences are differences between taxable profits and total comprehensive income that arise from the inclusion of income and expenses in tax assessments in different periods from their recognition in the financial statements. Deferred tax assets are recognised only to the extent that it is probable that they will be recovered by the reversal of deferred tax liabilities or other future taxable profits.

For investment properties measured at fair value (except investment property with a limited useful life held by the company to consume substantially all of its economic benefit), deferred tax is measured using the tax rates and allowances that apply to the sale of the asset or property.

Leases

Rental income from operating leases is recognised on a straight line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight line basis over the lease term.

Foreign exchange

Transactions in currencies other than the functional currency (foreign currency) are initially recorded at the exchange rate prevailing on the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the reporting date. Non-monetary assets and liabilities denominated in foreign currencies are translated at the rate ruling at the date of the transaction, or, if the asset or liability is measured at fair value, the rate when that fair value was determined.

All translation differences are taken to profit or loss, except to the extent that they relate to gains or losses on non-monetary items recognised in other comprehensive income, when the related translation gain or loss is also recognised in other comprehensive income.

A.C. WOOD (SPECIALITY FIBRES) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2017

2 Tangible fixed assets

	Plant and machinery etc £
Cost	
At 1 June 2016	32,951
Additions	566
Disposals	(8,000)
At 31 May 2017	25,517
Depreciation and impairment	
At 1 June 2016	9,744
Depreciation charged in the year	7,496
Eliminated in respect of disposals	(3,667)
At 31 May 2017	13,573
Carrying amount	
At 31 May 2017	11,944
At 31 May 2016	23,708

3 Investment property

	2017 £
Fair value	
At 1 June 2016 and 31 May 2017	55,531

The fair value of the investment property has been arrived at on the basis of a valuation carried out by independent valuers at the point the investment property was acquired by the company. The directors consider this valuation to continue to be an accurate reflection of the market value at 31 May 2017.

4 Debtors

	2017 £	2016 £
Amounts falling due within one year:		
Trade debtors	51,017	9,795
Other debtors	12,246	3,959
	63,263	13,754
Deferred tax asset	66,962	-
	130,225	13,754

A.C. WOOD (SPECIALITY FIBRES) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2017

5 Creditors: amounts falling due within one year

	2017 £	2016 £
Trade creditors	34,664	5,248
Other taxation and social security	273	5,334
Other creditors	62,121	122,476
	<u>97,058</u>	<u>133,058</u>

6 Deferred taxation

The major deferred tax liabilities and assets recognised by the company are:

	Assets 2017 £	Assets 2016 £
Balances:		
Accelerated capital allowances	(2,030)	-
Tax losses	68,963	-
Other short term timing differences	29	-
	<u>66,962</u>	<u>-</u>
Movements in the year:		2017 £
Liability at 1 June 2016		-
Credit to profit or loss		(66,962)
Liability/(Asset) at 31 May 2017		<u>(66,962)</u>

7 Called up share capital

	2017 £	2016 £
Ordinary share capital		
Issued and fully paid		
5,000 Ordinary shares of £1 each	<u>5,000</u>	<u>5,000</u>

A.C. WOOD (SPECIALITY FIBRES) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2017

8 Operating lease commitments

Lessor

At the reporting end date the company had contracted with tenants for the following minimum lease payments:

	2017 £	2016 £
Within one year	5,400	-
Between one and five years	450	-
	<u>5,850</u>	<u>-</u>

9 Related party transactions

During the year the company was connected to CCL Computers Limited by virtue of A C Wood being a director and shareholder in each company.

During the year CCL Computers Limited paid invoices on behalf of the company amounting to £101,523 (2016 - £86,656), advanced funds totalling £356 (2016 - £34,207) and was repaid £206,308 (2016 - £53,480). The amount owed to CCL Computers Limited was £17,232 (2016 - £121,660). This balance is repayable on demand and is interest free.

10 Directors' transactions

Included within other creditors falling due within one year is £2,387 (2016 - £nil) owed to A C Wood. During the year, the company was advanced £33,150 by A C Wood and repaid £30,763. The balance is unsecured and no interest is charged on the balance.