

Cygnus Instruments Limited
Filleted Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2016

CYGNUS INSTRUMENTS LIMITED

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CYGNUS INSTRUMENTS LIMITED

(Registration number: 01699180)

Balance Sheet as at 31 December 2016

	Note	2016 £	2015 £
Fixed assets			
Tangible assets	<u>4</u>	54,662	69,748
Current assets			
Stocks	<u>6</u>	470,900	450,555
Debtors	<u>7</u>	519,124	376,695
Other financial assets	<u>5</u>	474,693	584,269
Cash at bank and in hand		98,209	111,301
		<u>1,562,926</u>	<u>1,522,820</u>
Creditors: Amounts falling due within one year	<u>8</u>	<u>(149,109)</u>	<u>(188,750)</u>
Net current assets		<u>1,413,817</u>	<u>1,334,070</u>
Total assets less current liabilities		<u>1,468,479</u>	<u>1,403,818</u>
Provisions for liabilities			
Deferred tax liabilities		<u>(12,355)</u>	<u>(6,928)</u>
Net assets		<u><u>1,456,124</u></u>	<u><u>1,396,890</u></u>
Capital and reserves			
Called up share capital		80,000	80,000
Fair value reserve		49,419	27,713
Profit and loss reserve		<u>1,326,705</u>	<u>1,289,177</u>
Total equity		<u><u>1,456,124</u></u>	<u><u>1,396,890</u></u>

CYGNUS INSTRUMENTS LIMITED

(Registration number: 01699180)

Balance Sheet as at 31 December 2016

For the financial year ending 31 December 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006. The option not to file the profit and loss account and directors' report has been taken.

Approved and authorised by the Board on 19 September 2017 and signed on its behalf by:

L Crosthwaite-Eyre
Director

D L O Crosthwaite-Eyre
Director

CYGNUS INSTRUMENTS LIMITED

**Statement of Changes in Equity
for the Year Ended 31 December 2016**

	Share capital £	Fair value reserve £	Profit and loss reserve £	Total £
At 1 January 2016	80,000	27,713	1,289,177	1,396,890
Movement in year :				
Profit for the year	-	-	67,234	67,234
Total comprehensive income	-	-	67,234	67,234
Dividends	-	-	(8,000)	(8,000)
Transfers	-	21,706	(21,706)	-
Total movement for the year	-	21,706	37,528	59,234
At 31 December 2016	80,000	49,419	1,326,705	1,456,124

CYGNUS INSTRUMENTS LIMITED

**Statement of Changes in Equity
for the Year Ended 31 December 2016**

	Share capital £	Fair value reserve £	Profit and loss reserve £	Total £
At 1 January 2015	80,000	67,110	1,240,776	1,387,886
Movement in year :				
Profit for the year	-	-	44,254	44,254
Total comprehensive income	-	-	44,254	44,254
Dividends	-	-	(35,250)	(35,250)
Transfers	-	(39,397)	39,397	-
Total movement for the year	-	(39,397)	48,401	9,004
At 31 December 2015	80,000	27,713	1,289,177	1,396,890

CYGNUS INSTRUMENTS LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2016

1 General information

The company is a private company limited by share capital incorporated in England and Wales.

The address of its registered office is:

30 Prince of Wales Road

Dorchester

Dorset

DT1 1PW

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

This is the first year in which the financial statements have been prepared under FRS 102 Section 1A. The figures for the comparative prior year have had to be restated. Details of the transitional adjustments are given in note 11 to the financial statements.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

These financial statements are presented in Sterling (£).

Turnover recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the initial transaction dates. Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

CYGNUS INSTRUMENTS LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2016

Tangible assets

Tangible assets are stated at cost, less accumulated depreciation and accumulated impairment losses. The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Furniture, fittings and equipment	20% reducing balance and 33% straight line
Motor vehicles	25% reducing balance
Plant and machinery	20% reducing balance

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

CYGNUS INSTRUMENTS LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2016

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

The company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payments obligations.

The contributions are recognised as an expense in the profit and loss account when they fall due. Amounts not paid are shown in accruals as a liability in the balance sheet. The assets of the plan are held separately from the company in independently administered funds.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 22 (2015 - 22).

4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Plant and machinery £	Total £
Cost or valuation				
At 1 January 2016	188,909	60,036	268,931	517,876
Additions	2,465	-	-	2,465
At 31 December 2016	191,374	60,036	268,931	520,341
Depreciation				
At 1 January 2016	175,341	27,020	245,767	448,128
Charge for the year	4,664	8,254	4,633	17,551
At 31 December 2016	180,005	35,274	250,400	465,679
Carrying amount				
At 31 December 2016	11,369	24,762	18,531	54,662
At 31 December 2015	13,568	33,016	23,164	69,748

CYGNUS INSTRUMENTS LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2016

5 Other financial assets (current and non-current)

	Financial assets at fair value through profit and loss £	Total £
Current financial assets		
Cost or valuation		
At 1 January 2016	584,269	584,269
Additions	9,223	9,223
Disposals	(149,714)	(149,714)
Fair value adjustments	30,915	30,915
	<hr/>	<hr/>
At 31 December 2016	474,693	474,693
Impairment		
Carrying amount		
At 31 December 2016	<hr/> <hr/> 474,693	<hr/> <hr/> 474,693

6 Stocks

	2016 £	2015 £
Work in progress	22,750	17,355
Finished goods and goods for resale	448,150	433,200
	<hr/>	<hr/>
	470,900	450,555
	<hr/> <hr/>	<hr/> <hr/>

7 Debtors

	2016 £	2015 £
Trade debtors	370,841	308,198
Corporation tax	75,912	-
Other debtors	72,371	68,497
	<hr/>	<hr/>
Total current trade and other debtors	519,124	376,695
	<hr/> <hr/>	<hr/> <hr/>

CYGNUS INSTRUMENTS LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2016

8 Creditors

	Note	2016 £	2015 £
Due within one year			
Trade creditors		72,525	85,117
Taxation and social security		19,240	20,536
Other creditors		57,344	83,097
		<u>149,109</u>	<u>188,750</u>

9 Dividends

	2016 £	2015 £
Interim dividend of £0.10 (2015 - £0.4406) per ordinary share	8,000	35,250
	<u>8,000</u>	<u>35,250</u>

10 Related party transactions

Transactions with directors

	At 1 January 2016 £	Advances to directors £	Re- payments by director £	Other payments made to company by director £	Written off £	Waived £	At 31 December 2016 £
2016							
D M George							
Director's loan account	2,842	-	-	-	-	-	2,842

	At 1 January 2015 £	Advances to directors £	Re- payments by director £	Other payments made to company by director £	Written off £	Waived £	At 31 December 2015 £
2015							
D M George							
Director's loan							

account	-	2,842	-	-	-	-	2,842

CYGNUS INSTRUMENTS LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2016

11 Transition to FRS 102

The company has adopted FRS102 Section 1A for the year ended 31 December 2016 and has restated the comparative prior year.

Under FRS102 Section 1A other financial assets are accounted for at fair value through the profit and loss. Under previous UK GAAP these were held at cost. Deferred tax will arise on the other financial asset fair value adjustments to the extent that they are recognised in the profit and loss. However, they are not assessed for tax in the same period. The impact including any taxation implications from the transition is as follows:

Balance Sheet at 1 January 2015

	As originally reported £	Re- classification £	Re- measurement £	As restated £
Fixed assets				
Tangible assets	92,286	-	-	92,286
Current assets				
Stocks	288,219	-	-	288,219
Debtors	302,256	-	-	302,256
Current investments	599,054	-	83,887	682,941
Cash at bank and in hand	274,311	-	-	274,311
	<u>1,463,840</u>	<u>-</u>	<u>83,887</u>	<u>1,547,727</u>
Creditors: Amounts falling due within one year	<u>(235,350)</u>	<u>-</u>	<u>-</u>	<u>(235,350)</u>
Net current assets	<u>1,228,490</u>	<u>-</u>	<u>83,887</u>	<u>1,312,377</u>
Total assets less current liabilities	<u>1,320,776</u>	<u>-</u>	<u>83,887</u>	<u>1,404,663</u>
Provisions for liabilities	<u>-</u>	<u>-</u>	<u>(16,777)</u>	<u>(16,777)</u>
Net assets	<u>1,320,776</u>	<u>-</u>	<u>67,110</u>	<u>1,387,886</u>
Capital and reserves				
Called up share capital	80,000	-	-	80,000
Fair value reserve	-	-	67,110	67,110
Profit and loss reserve	<u>1,240,776</u>	<u>-</u>	<u>-</u>	<u>1,240,776</u>
Total equity	<u>1,320,776</u>	<u>-</u>	<u>67,110</u>	<u>1,387,886</u>

CYGNUS INSTRUMENTS LIMITED

**Notes to the Financial Statements
for the Year Ended 31 December 2016**

Balance Sheet at 31 December 2015

	As originally reported £	Re- classification £	Re- measurement £	As restated £
Fixed assets				
Tangible assets	69,748	-	-	69,748
Current assets				
Stocks	450,555	-	-	450,555
Debtors	376,695	-	-	376,695
Current investments	549,628	-	34,641	584,269
Cash at bank and in hand	111,301	-	-	111,301
	<u>1,488,179</u>	<u>-</u>	<u>34,641</u>	<u>1,522,820</u>
Creditors: Amounts falling due within one year	<u>(188,750)</u>	<u>-</u>	<u>-</u>	<u>(188,750)</u>
Net current assets	<u>1,299,429</u>	<u>-</u>	<u>34,641</u>	<u>1,334,070</u>
Total assets less current liabilities	<u>1,369,177</u>	<u>-</u>	<u>34,641</u>	<u>1,403,818</u>
Provisions for liabilities	<u>-</u>	<u>-</u>	<u>(6,928)</u>	<u>(6,928)</u>
Net assets	<u>1,369,177</u>	<u>-</u>	<u>27,713</u>	<u>1,396,890</u>
Capital and reserves				
Called up share capital	80,000	-	-	80,000
Fair value reserve	-	-	27,713	27,713
Profit and loss reserve	<u>1,289,177</u>	<u>-</u>	<u>-</u>	<u>1,289,177</u>
Total equity	<u>1,369,177</u>	<u>-</u>	<u>27,713</u>	<u>1,396,890</u>

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.