

Company Registration No. 01760303 (England and Wales)

LUND BROS & CO LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2018

PAGES FOR FILING WITH REGISTRAR

LUND BROS & CO LIMITED

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LUND BROS & CO LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2018

	Notes	2018 £	£	2017 £	£
Non-current assets					
Property, plant and equipment	4		869,419		708,438
Current assets					
Inventories		105,635		78,568	
Trade and other receivables	5	1,803,713		1,767,531	
Cash and cash equivalents		381,530		412,028	
		<u>2,290,878</u>		<u>2,258,127</u>	
Current liabilities	6	<u>(1,391,600)</u>		<u>(1,424,693)</u>	
Net current assets			899,278		833,434
Total assets less current liabilities			<u>1,768,697</u>		<u>1,541,872</u>
Non-current liabilities	7		(319,145)		(193,772)
Provisions for liabilities			<u>(12,700)</u>		<u>(70,900)</u>
Net assets			<u>1,436,852</u>		<u>1,277,200</u>
Equity					
Called up share capital	8		100,000		100,000
Retained earnings			<u>1,336,852</u>		<u>1,177,200</u>
Total equity			<u>1,436,852</u>		<u>1,277,200</u>

The directors of the company have elected not to include a copy of the income statement within the 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 15 May 2019 and are signed on its behalf by:

Mr S Stephens
Director

Company Registration No. 01760303

LUND BROS & CO LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2018

1 Accounting policies

Company information

Lund Bros & Co Limited is a private company limited by shares incorporated in England and Wales. The registered office is "Lunds", Brookside Avenue, Rustington, West Sussex, BN16 3LF.

1.1 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 company has opted to early adopt the Financial Reporting Exposure Draft 67 following the FRS 102 Triennial Review 2017. This has had no effect on the current or prior years of the financial statements for the company.

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 £1.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Revenue

Revenue represents amounts receivable for goods and services net of VAT and trade discounts.

Revenue is recognised as contract activity progresses so that for incomplete contracts it reflects the partial performance of the contractual obligations. For such contracts the amount of revenue reflects the accrual of the right to consideration by reference to the value of work performed.

1.3 Property, plant and equipment

Property, plant and equipment are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

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

Plant and machinery	10% diminishing balance per annum
Fixtures, fittings & equipment	10% or 25% diminishing balance per annum
Motor vehicles	25% diminishing balance per annum

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 the statement of income and retained earnings.

1.4 Inventories

Inventories are stated at the lower of cost and estimated selling price less costs to complete and sell.

1.5 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include deposits held at call with banks and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

LUND BROS & CO LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2018

1 Accounting policies

(Continued)

1.6 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.

Basic financial assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost.

Basic financial liabilities

Basic financial liabilities, including trade and other payables and loans from fellow group companies are initially recognised at transaction price. Financial liabilities classified as payable within one year are not amortised.

1.7 Equity instruments

Equity instruments issued by the company are recorded at the 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.

1.8 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

1.9 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense.

1.10 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.11 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the statement of financial position as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to the income statement so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

LUND BROS & CO LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2018

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 55 (2017 - 43).

3 Intangible fixed assets

	Goodwill £
Cost	
At 1 October 2017 and 30 September 2018	33,000
Amortisation and impairment	
At 1 October 2017 and 30 September 2018	33,000
Carrying amount	
At 30 September 2018	-
At 30 September 2017	-

4 Property, plant and equipment

	Plant and machinery £	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost				
At 1 October 2017	1,041,143	154,721	111,378	1,307,242
Additions	337,996	2,825	-	340,821
Disposals	(290,000)	(13,476)	-	(303,476)
At 30 September 2018	1,089,139	144,070	111,378	1,344,587
Depreciation and impairment				
At 1 October 2017	382,896	139,245	76,663	598,804
Depreciation charged in the year	76,773	4,117	8,679	89,569
Eliminated in respect of disposals	(199,974)	(13,231)	-	(213,205)
At 30 September 2018	259,695	130,131	85,342	475,168
Carrying amount				
At 30 September 2018	829,444	13,939	26,036	869,419
At 30 September 2017	658,247	15,476	34,715	708,438

LUND BROS & CO LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2018

5 Trade and other receivables

	2018	2017
	£	£
Amounts falling due within one year:		
Trade receivables	1,066,320	880,784
Amounts owed by group undertakings	241,991	254,769
Other receivables	495,402	631,978
	<u>1,803,713</u>	<u>1,767,531</u>

6 Current liabilities

	2018	2017
	£	£
Bank loans and overdrafts	148,893	259,927
Trade payables	437,438	559,457
Amounts owed to group undertakings	291,572	44,909
Corporation tax	-	11,975
Other taxation and social security	186,394	61,429
Other payables	327,303	486,996
	<u>1,391,600</u>	<u>1,424,693</u>

Included within other payables is an amount of £388,776 (2017 - £272,490) relating to finance leases which are secured against their respective fixed assets within property, plant and equipment.

7 Non-current liabilities

	2018	2017
	£	£
Other payables	<u>319,145</u>	<u>193,772</u>

8 Called up share capital

	2018	2017
	£	£
Ordinary share capital		
Issued and fully paid		
100,000 £1 ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>
	<u>100,000</u>	<u>100,000</u>

9 Audit report information

As the income statement has been omitted from the filing copy of the financial statements the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditor's report was unqualified.

LUND BROS & CO LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2018

9 Audit report information

(Continued)

The senior statutory auditor was Robin Evans BA FCA CTA.
The auditor was MHA Carpenter Box.

10 Financial commitments, guarantees and contingent liabilities

Banking facilities are secured by a cross guarantee and debenture dated 2 May 2013 between, the company, Chatsworth Forge Group Limited, Chatsworth Forge Limited, Lund Bros (Holdings) Limited and Wastadel Limited. The extent of the contingent liability at the year end amounted to £1,349,398 (2017 - £1,382,772).

11 Operating lease commitments

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases totalling £121,317 (2017 - £126,519).

12 Parent company

The ultimate parent company is Chatsworth Forge Group Limited. Their registered office is Lunds, Brookside Avenue, Rustington, West Sussex BN16 3LF.

Chatsworth Forge Group Limited prepares consolidated financial statements and copies can be obtained from Companies House.

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.