

REGISTERED NUMBER: 02048693 (England and Wales)

**UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2017
FOR
PREMIER CUTTING TOOLS LIMITED**

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for the Year Ended 31 October 2017**

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PREMIER CUTTING TOOLS LIMITED

COMPANY INFORMATION
for the Year Ended 31 October 2017

DIRECTORS:

I E Middleton
A R Jones
S P Hopkin

SECRETARY:

I E Middleton

REGISTERED OFFICE:

Premier House
Rugby Street
Hull
East Yorkshire
HU3 4RB

REGISTERED NUMBER:

02048693 (England and Wales)

ACCOUNTANTS:

Graybrowne Limited
Chartered Accountants
The Counting House
Nelson Street
Hull
HU1 1XE

PREMIER CUTTING TOOLS LIMITED (REGISTERED NUMBER: 02048693)

**BALANCE SHEET
31 October 2017**

	Notes	31.10.17 £	£	31.10.16 £	£
FIXED ASSETS					
Tangible assets	4		29,156		26,963
Investments	5		<u>100</u>		<u>100</u>
			29,256		27,063
CURRENT ASSETS					
Stocks		259,227		259,992	
Debtors	6	512,553		504,045	
Cash at bank and in hand		<u>205</u>		<u>217</u>	
		771,985		764,254	
CREDITORS					
Amounts falling due within one year	7	<u>574,187</u>		<u>578,884</u>	
NET CURRENT ASSETS			<u>197,798</u>		<u>185,370</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			227,054		212,433
PROVISIONS FOR LIABILITIES			<u>4,588</u>		<u>4,134</u>
NET ASSETS			<u>222,466</u>		<u>208,299</u>
CAPITAL AND RESERVES					
Called up share capital			48,100		48,100
Retained earnings			<u>174,366</u>		<u>160,199</u>
SHAREHOLDERS' FUNDS			<u>222,466</u>		<u>208,299</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 October 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 October 2017 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

The notes form part of these financial statements

PREMIER CUTTING TOOLS LIMITED (REGISTERED NUMBER: 02048693)

BALANCE SHEET - continued
31 October 2017

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Profit and Loss Account has not been delivered.

The financial statements were approved by the Board of Directors on 13 February 2018 and were signed on its behalf by:

A R Jones - Director

I E Middleton - Director

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 October 2017**

1. STATUTORY INFORMATION

Premier Cutting Tools Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and Companies Act 2006. There were no material departures from that standard. The financial statements have been prepared under the historical cost convention.

This is the first year in which the financial statements have been prepared under FRS 102 Section 1A small entities.

Turnover

Turnover represents amounts receivable, excluding VAT and trade discounts, by the company for goods supplied during the year.

Tangible fixed assets

Tangible fixed assets are stated at cost, net of depreciation and any provision for impairment. Depreciation is provided at the following annual rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful life.

Plant and machinery etc - 20% reducing balance and 25% reducing balance

Residual value represents the estimated amount which would currently be obtained from disposal of an asset, after deducting estimated costs of disposal, if the asset were already of the age and in the condition expected at the end of its useful life.

Impairment of assets

At each reporting date fixed assets are reviewed to determine whether there is any indication that those assets have suffered a impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

Stocks

Stock is valued at the lower of cost and net realisable value, less provisions for obsolete stock, and slow moving items. Cost is calculated using the first in, first out (FIFO) method of valuation.

Financial instruments

Basic financial instruments are recognised at amortised cost, with changes recognised in profit or loss. Derivative financial instruments are initially recorded at cost and thereafter at fair value with changes recognised in profit or loss.

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 October 2017**

2. ACCOUNTING POLICIES - continued

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and Loss Account, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Investments

Investments held as fixed assets are stated at cost less provision for any permanent diminution in value. Investments held as current assets are stated at the lower of cost and net realisable value.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 13 (2016 - 13) .

4. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1 November 2016	126,069
Additions	8,909
At 31 October 2017	<u>134,978</u>
DEPRECIATION	
At 1 November 2016	99,106
Charge for year	6,716
At 31 October 2017	<u>105,822</u>
NET BOOK VALUE	
At 31 October 2017	<u>29,156</u>
At 31 October 2016	<u>26,963</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 October 2017**

5. FIXED ASSET INVESTMENTS

	Other investments £
COST	
At 1 November 2016 and 31 October 2017	<u>100</u>
NET BOOK VALUE	
At 31 October 2017	<u>100</u>
At 31 October 2016	<u><u>100</u></u>

The following was a subsidiary undertaking of the company:

M & C Engineering Services Limited

The investment comprises 100% of its issued ordinary share capital. The company was dormant throughout the year.

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.10.17 £	31.10.16 £
Trade debtors	356,767	356,231
Amounts owed by group undertakings	141,010	133,989
Other debtors	<u>14,776</u>	<u>13,825</u>
	<u><u>512,553</u></u>	<u><u>504,045</u></u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.10.17 £	31.10.16 £
Bank loans and overdrafts	141,200	136,737
Trade creditors	205,289	217,869
Taxation and social security	32,218	31,608
Other creditors	<u>195,480</u>	<u>192,670</u>
	<u><u>574,187</u></u>	<u><u>578,884</u></u>

8. SECURED DEBTS

The following secured debts are included within creditors:

	31.10.17 £	31.10.16 £
Bank overdrafts	141,200	136,737
Invoice discounting	<u>191,780</u>	<u>188,970</u>
	<u><u>332,980</u></u>	<u><u>325,707</u></u>

The bank overdraft and invoice financing creditor are secured by fixed and floating charges over all assets.

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 October 2017**

9. RELATED PARTY DISCLOSURES

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

10. ULTIMATE CONTROLLING PARTY

The company's ultimate controlling parent undertaking at the balance sheet date was I & A Holdings Limited, a company registered in England and Wales.

11. FIRST YEAR ADOPTION

This is the first financial year that the company has presented its financial statements in accordance with FRS 102 'The Financial Reporting Framework Applicable in the UK and Republic of Ireland' ('FRS 102'). For financial years up to and including the year ending 31 October 2016, the company prepared its financial statements in accordance with old UK GAAP.

The company's date of transition to FRS 102 is therefore 1 November 2015. This note sets out the changes to accounting policies and the transitional adjustments that are required to be made for first-time transition to FRS 102. The company's opening equity position at 1 November 2015 and its previously published financial statements for the year ended 31 October 2016 have been restated from old UK GAAP.

In carrying out the transition to FRS 102, the company has not applied any of the optional exemptions as permitted by section 35 Transition to this FRS.

Transitional adjustments

There have been no transitional adjustments that would require consequential equity or profit and loss movement therefore the reconciliation of equity and reconciliation of profit have not been disclosed in the accounts.

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.