

REGISTERED NUMBER: 02388128 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

FOR

CASTLE GROUP LIMITED

CONTENTS OF THE FINANCIAL STATEMENTS
for the year ended 30 June 2017

	Page
Company Information	1
Statement of Financial Position	2
Notes to the Financial Statements	4

CASTLE GROUP LIMITED

COMPANY INFORMATION
for the year ended 30 June 2017

DIRECTORS:

Mr S A Bull
Mr L J Trowsdale

REGISTERED OFFICE:

Castle Group Ltd
Salter Road
Scarborough Business Park
Scarborough
North Yorkshire
YO11 3UZ

REGISTERED NUMBER:

02388128 (England and Wales)

STATEMENT OF FINANCIAL POSITION
30 June 2017

	Notes	2017 £	£	2016 £	£
FIXED ASSETS					
Intangible assets	4		-		-
Property, plant and equipment	5		60,974		46,939
Investments	6		<u>14,994</u>		<u>14,994</u>
			75,968		61,933
CURRENT ASSETS					
Inventories		312,166		299,226	
Debtors	7	146,416		195,950	
Cash at bank and in hand		<u>35,636</u>		<u>16,440</u>	
		494,218		511,616	
CREDITORS					
Amounts falling due within one year	8	<u>238,655</u>		<u>222,824</u>	
NET CURRENT ASSETS			<u>255,563</u>		<u>288,792</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			331,531		350,725
CREDITORS					
Amounts falling due after more than one year	9		(274,771)		(289,979)
PROVISIONS FOR LIABILITIES			<u>(7,362)</u>		<u>(3,389)</u>
NET ASSETS			<u>49,398</u>		<u>57,357</u>
CAPITAL AND RESERVES					
Called up share capital			28		28
Retained earnings			<u>49,370</u>		<u>57,329</u>
SHAREHOLDERS' FUNDS			<u>49,398</u>		<u>57,357</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 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
- (b) which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

STATEMENT OF FINANCIAL POSITION - continued
30 June 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 Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 14 September 2017 and were signed on its behalf by:

Mr S A Bull - Director

Mr L J Trowsdale - Director

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2017

1. STATUTORY INFORMATION

Castle Group 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 the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Preparation of consolidated financial statements

The financial statements contain information about Castle Group Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company has taken the option under Section 398 of the Companies Act 2006 not to prepare consolidated financial statements.

Revenue

Revenue represents goods and services supplied, excluding value added tax. It is recognised to the extent that the company has obtained the right to consideration through its performance and is measured at the fair value of the right to consideration.

Where payments are received from customers in advance of the right to consideration being earned, the amounts are recorded as deferred income and included within creditors falling due within one year.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 1996, is measured at cost less any accumulated amortisation and any accumulated impairment losses. Goodwill has been fully amortised.

Research and development

Expenditure on research and development is written off to profit and loss in the year in which it is incurred, with the exception of development expenditure on individual projects where the expenditure is not the subject of grants receivable and where the future recoverability can be foreseen with reasonable assurance. Capitalised development costs are amortised in line with the expected sales from the related project once sales commence.

Property, plant and equipment

Property, plant and equipment is measured at cost less any accumulated depreciation and any accumulated impairment losses.

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Lab stock	20% on a straight line basis
Plant and machinery	15% on a reducing balance basis
Fixtures and fittings	15% - 30% on a straight line basis
Motor vehicles	25% on a reducing balance basis
Hire stock	10% on a straight line basis

Investments in subsidiaries

Investments in subsidiary undertakings are measured at cost less impairment.

Inventories

Inventories are measured at the lower of cost and estimated selling price less costs to complete and sell, after making due allowance for obsolete and slow moving items.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 June 2017

2. ACCOUNTING POLICIES - continued

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, 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 statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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.

Foreign currencies

Transactions in foreign currencies are translated into sterling at the rate of exchange prevailing at the date of the transaction. Monetary assets and liabilities have been translated into sterling at the rate of exchange prevailing at the balance sheet date. Exchange differences are taken into account in arriving at the operating result.

Leases

Assets acquired under finance lease agreements, including hire purchase agreements, are capitalised and the corresponding liability is included in creditors. Finance lease interest is charged to the profit and loss account and is calculated using the actuarial method. Operating lease rentals are charged against profits of the period to which they relate.

Pension costs and other post-retirement benefits

Payments to defined contribution pension schemes are charged as an expense in the period to which they relate.

Financial instruments

The company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities such as trade, other accounts receivable and payable and loans to related parties.

Debt instruments that are payable or receivable within one year, typically trade payables or receivables, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received.

Debt instruments such as loans and other accounts receivable and payable are initially measured at present value of the future payments and subsequently at amortised costs using the effective interest method.

Going concern

The company has a net asset position and a healthy bank position and the directors are satisfied that there are sufficient resources in place to continue operating for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the annual financial statements.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 14 (2016 - 14) .

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 June 2017

4. **INTANGIBLE FIXED ASSETS**

	Goodwill £	Development costs £	Totals £
COST			
At 1 July 2016	34,388	89,167	123,555
Disposals	-	(89,167)	(89,167)
At 30 June 2017	<u>34,388</u>	<u>-</u>	<u>34,388</u>
AMORTISATION			
At 1 July 2016	34,388	89,167	123,555
Eliminated on disposal	-	(89,167)	(89,167)
At 30 June 2017	<u>34,388</u>	<u>-</u>	<u>34,388</u>
NET BOOK VALUE			
At 30 June 2017	<u>-</u>	<u>-</u>	<u>-</u>
At 30 June 2016	<u>-</u>	<u>-</u>	<u>-</u>

5. **PROPERTY, PLANT AND EQUIPMENT**

	Lab stock £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 July 2016	31,657	152,588	55,278
Additions	-	-	10,383
At 30 June 2017	<u>31,657</u>	<u>152,588</u>	<u>65,661</u>
DEPRECIATION			
At 1 July 2016	31,657	132,182	49,249
Charge for year	-	3,316	3,903
Eliminated on disposal	-	-	-
At 30 June 2017	<u>31,657</u>	<u>135,498</u>	<u>53,152</u>
NET BOOK VALUE			
At 30 June 2017	<u>-</u>	<u>17,090</u>	<u>12,509</u>
At 30 June 2016	<u>-</u>	<u>20,406</u>	<u>6,029</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 June 2017

5. PROPERTY, PLANT AND EQUIPMENT - continued

	Motor vehicles £	Hire stock £	Totals £
COST			
At 1 July 2016	20,691	64,355	324,569
Additions	-	15,769	26,152
Disposals	-	(5,016)	(5,016)
At 30 June 2017	<u>20,691</u>	<u>75,108</u>	<u>345,705</u>
DEPRECIATION			
At 1 July 2016	20,242	44,300	277,630
Charge for year	114	4,774	12,107
Eliminated on disposal	-	(5,006)	(5,006)
At 30 June 2017	<u>20,356</u>	<u>44,068</u>	<u>284,731</u>
NET BOOK VALUE			
At 30 June 2017	<u>335</u>	<u>31,040</u>	<u>60,974</u>
At 30 June 2016	<u>449</u>	<u>20,055</u>	<u>46,939</u>

The net book value of property, plant and equipment includes £ 3,199 in respect of assets held under finance leases.

6. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 July 2016 and 30 June 2017	<u>14,994</u>
NET BOOK VALUE	
At 30 June 2017	<u>14,994</u>
At 30 June 2016	<u>14,994</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Trade debtors	128,441	156,556
Amounts owed by group undertakings	7,025	5,126
Other debtors	<u>10,950</u>	<u>34,268</u>
	<u>146,416</u>	<u>195,950</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 June 2017

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Bank loans and overdrafts	17,924	17,261
Finance leases	605	-
Trade creditors	128,320	114,334
Amounts owed to group undertakings	15,000	24,344
Taxation and social security	28,293	23,945
Other creditors	48,513	42,940
	<u>238,655</u>	<u>222,824</u>

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2017	2016
	£	£
Bank loans	272,034	289,979
Finance leases	2,737	-
	<u>274,771</u>	<u>289,979</u>

10. SECURED DEBTS

The following secured debts are included within creditors:

	2017	2016
	£	£
Bank loans	289,958	307,240
Finance leases	3,342	-
	<u>293,300</u>	<u>307,240</u>

As security for the loan, the company has given unlimited guarantees to its bankers by way of fixed and floating charges over all of the company assets and undertakings.

Finance leases are secured on the underlying assets.

11. OTHER FINANCIAL COMMITMENTS

The company had total commitments at the balance sheet date of £30,585 (2016 - 30,141).

12. RELATED PARTY DISCLOSURES

The directors have made interest free loans to the company. At the year end the amounts due to them were £5,420 (2016 - £4,750). They also given personal guarantees in favour of the company's bankers in relation to the bank loan for a total of £10,000 (2016 - £10,000).

Interest free loans also exist between the company and other group companies. The amounts owed to other group companies at the year end was £15,000 (2016 - £24,344) while the amounts owed by other group companies at the year end was £7,025 (2016 - £5,126).

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.