

Diteco Limited

Annual Report and Financial Statements
for the Year Ended 30 June 2023

Enticknap & Co

The Old Store

The Street

Wonersh

Guildford

Surrey

GU5 0PF

Diteco Limited

(Registration number: 2831519)
Balance Sheet as at 30 June 2023

| | Note | 2023 £ | 2022 £ |
|---|-----------|----------------------|----------------------|
| Fixed assets | | | |
| Tangible assets | <u>5</u> | 20,563 | 15,545 |
| Current assets | | | |
| Stocks | <u>7</u> | 111,583 | 93,678 |
| Debtors | <u>8</u> | 104,079 | 107,377 |
| Cash at bank and in hand | | <u>170,900</u> | <u>125,793</u> |
| | | 386,562 | 326,848 |
| Creditors: Amounts falling due within one year | <u>9</u> | <u>(310,972)</u> | <u>(262,439)</u> |
| Net current assets | | <u>75,590</u> | <u>64,409</u> |
| Net assets | | <u><u>96,153</u></u> | <u><u>79,954</u></u> |
| Capital and reserves | | | |
| Called up share capital | <u>10</u> | 33 | 33 |
| Retained earnings | | <u>96,120</u> | <u>79,921</u> |
| Shareholders' funds | | <u><u>96,153</u></u> | <u><u>79,954</u></u> |

For the financial year ending 30 June 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges his 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 in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime. As permitted by section 444 (5A) of the Companies Act 2006, the director has not delivered to the registrar a copy of the Profit and Loss Account.

Approved and authorised by the director on 12 December 2023

.....

Mr D T Farrow
Director

The notes on pages 2 to 7 form an integral part of these financial statements.
Page 1

Diteco Limited

Notes to the Financial Statements for the Year Ended 30 June 2023

1 General information

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

The address of its registered office is:
Unit 1, 418 Limpsfield Road
Warlingham
Surrey
CR6 9LA
England

These financial statements were authorised for issue by the director on

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 smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

Basis of preparation

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

Going concern

The financial statements have been prepared on a going concern basis.

Revenue 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 and is shown net of value added tax, returns, rebates and discounts where applicable.

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 appropriate stages of completion have been reached on each of the company's contracts.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a charge attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial

statements.

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

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Diteco Limited

Notes to the Financial Statements for the Year Ended 30 June 2023

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent 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 |
|---------------------|-------------------------------------|
| Short leasehold | Straight line over six years |
| Plant and machinery | 25% reducing balance |
| Motor vehicles | 25% reducing balance |
| Office equipment | 15% reducing balance |

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

| Asset class | Amortisation method and rate |
|--------------------|-------------------------------------|
| Goodwill | 20% straight line |

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Dividends on equity securities are recognised in income when receivable.

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.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. They are recognised initially at the transaction price less provision for impairment. A provision for impairment is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms.

Diteco Limited

Notes to the Financial Statements for the Year Ended 30 June 2023

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 the profit and loss account.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers and are measured at the transaction price. 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 such a right, they are presented as non-current liabilities.

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 them.

Defined contribution pension obligation

A defined contribution plan is a plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Financial instruments

Classification

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties and loans from related parties.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 2 (2022 - 2).

Diteco Limited

Notes to the Financial Statements for the Year Ended 30 June 2023

4 Intangible assets

| | Goodwill £ | Total £ |
|--------------------------|---------------|------------|
| Cost or valuation | | |
| At 1 July 2022 | 32,502 | 32,502 |
| At 30 June 2023 | 32,502 | 32,502 |
| Amortisation | | |
| At 1 July 2022 | 32,502 | 32,502 |
| At 30 June 2023 | 32,502 | 32,502 |
| Carrying amount | | |
| At 30 June 2023 | - | - |

5 Tangible assets

| | Short leasehold land and buildings £ | Plant and machinery £ | Office equipment £ | Motor vehicles £ | Total £ |
|--------------------------|--|-----------------------------|--------------------------|------------------------|------------|
| Cost or valuation | | | | | |
| At 1 July 2022 | 6,919 | 20,347 | 37,606 | 11,125 | 75,997 |
| Additions | - | 7,737 | 2,438 | - | 10,175 |
| Disposals | - | - | (913) | - | (913) |
| At 30 June 2023 | 6,919 | 28,084 | 39,131 | 11,125 | 85,259 |
| Depreciation | | | | | |
| At 1 July 2022 | 6,919 | 17,775 | 24,831 | 10,927 | 60,452 |
| Charge for the year | - | 2,579 | 2,239 | 50 | 4,868 |
| Eliminated on disposal | - | - | (624) | - | (624) |
| At 30 June 2023 | 6,919 | 20,354 | 26,446 | 10,977 | 64,696 |
| Carrying amount | | | | | |
| At 30 June 2023 | - | 7,730 | 12,685 | 148 | 20,563 |
| At 30 June 2022 | - | 2,572 | 12,775 | 198 | 15,545 |

Included within the net book value of land and buildings above is £Nil (2022 - £Nil) in respect of short leasehold land and buildings.

Diteco Limited

Notes to the Financial Statements for the Year Ended 30 June 2023

6 Investments

| | 2023 £ | 2022 £ |
|-------------------------|-----------|-----------------|
| Associates | | £ |
| Cost | | |
| At 1 July 2022 | | 97,921 |
| Disposals | | <u>(97,921)</u> |
| At 30 June 2023 | | <u>-</u> |
| Provision | | |
| At 1 July 2022 | | 97,921 |
| Eliminated on disposals | | <u>(97,921)</u> |
| At 30 June 2023 | | <u>-</u> |
| Carrying amount | | |
| At 30 June 2023 | | <u><u>-</u></u> |

7 Stocks

| | 2023 £ | 2022 £ |
|-------------------------------|-----------------------|----------------------|
| Raw materials and consumables | 93,766 | 85,193 |
| Work in progress | <u>17,817</u> | <u>8,485</u> |
| | <u><u>111,583</u></u> | <u><u>93,678</u></u> |

8 Debtors

| | 2023 £ | 2022 £ |
|---------------|-----------------------|-----------------------|
| Trade debtors | 88,561 | 88,791 |
| Prepayments | 11,300 | 10,972 |
| Other debtors | <u>4,218</u> | <u>7,614</u> |
| | <u><u>104,079</u></u> | <u><u>107,377</u></u> |

Diteco Limited

Notes to the Financial Statements for the Year Ended 30 June 2023

9 Creditors

Creditors: amounts falling due within one year

| | 2023 £ | 2022 £ |
|------------------------------|----------------|----------------|
| Due within one year | | |
| Trade creditors | 55,152 | 10,233 |
| Taxation and social security | 28,644 | 20,564 |
| Accruals and deferred income | 5,077 | 9,725 |
| Other creditors | 222,099 | 221,917 |
| | <u>310,972</u> | <u>262,439</u> |

10 Share capital

Allotted, called up and fully paid shares

| | 2023 | | 2022 | |
|---------------------|-----------|-----------|-----------|-----------|
| | No. | £ | No. | £ |
| Ordinary of £1 each | 33 | 33 | 33 | 33 |
| | <u>33</u> | <u>33</u> | <u>33</u> | <u>33</u> |

11 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £4,468 (2022 - £4,468). The commitments relate to the rent payable on the company's trading premises.

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.