

COMPANY REGISTRATION NUMBER: 03081991

Warren Services Limited
Unaudited financial statements
31 December 2018



Warren Services Limited

Statement of financial position

31 December 2018

		2018		2017 (restated)
	Note	£	£	£
Fixed assets				
Tangible assets	5		1,117,495	931,463
Current assets				
Stocks		696,773		532,655
Debtors	6	1,338,891		721,542
Cash at bank and in hand		10,213		10,214
		<u>2,045,877</u>		<u>1,264,411</u>
Creditors: Amounts falling due within one year	7	<u>(1,545,749)</u>		<u>(1,059,981)</u>
Net current assets			<u>500,128</u>	<u>204,430</u>
Total assets less current liabilities			<u>1,617,623</u>	<u>1,135,893</u>
Creditors: Amounts falling due after more than one year	8		<u>(456,314)</u>	<u>(322,790)</u>
Provisions				
Taxation including deferred tax			<u>(75,915)</u>	<u>(71,051)</u>
Net assets			<u><u>1,085,394</u></u>	<u><u>742,052</u></u>
Capital and reserves				
Called up share capital	10		1,000	1,000
Profit and loss account			<u>1,084,394</u>	<u>741,052</u>
Shareholders funds			<u><u>1,085,394</u></u>	<u><u>742,052</u></u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the income statement has not been delivered.

For the year ending 31 December 2018 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 financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The statement of financial position
continues on the following page.
The notes on pages 3 to 7 form part of these financial statements.

Warren Services Limited

Statement of financial position *(continued)*

31 December 2018

These financial statements were approved by the board of directors and authorised for issue on 26/04/19 and are signed on behalf of the board by:



W Bridgman
Director

Company registration number: 03081991

The notes on pages 3 to 7 form part of these financial statements.

Warren Services Limited

Notes to the financial statements

Year ended 31 December 2018

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 2 Brickfields Way, Brickfields Way, Thetford, Norfolk, IP24 1HX.

2. Statement of compliance

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Revenue recognition

Turnover represents income received from the provision of engineering services and the manufacture of goods, stated net of discounts and of Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer, usually on despatch of the goods.

Income tax

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the profit and loss account.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Warren Services Limited

Notes to the financial statements *(continued)*

Year ended 31 December 2018

3. Accounting policies *(continued)*

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold property improvements	-	20% straight line
Plant and machinery	-	10% - 33% straight line & 15% - 33% reducing balance
Fixtures and fittings	-	10% - 20% straight line
Motor vehicles	-	10% - 33% straight line

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Finance leases and hire purchase contracts

Assets held under finance leases and hire purchase contracts are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset.

Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received.

Government grants are recognised using the accrual model. Under the accrual model, government grants relating to revenue are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate. Grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the entity with no future related costs are recognised in income in the period in which it becomes receivable.

Grants relating to assets are recognised in income on a systematic basis over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income and not deducted from the carrying amount of the asset.

Invoice discounting

The company has an invoice discounting agreement in place. It is considered that the risks and rewards of ownership are substantially transferred to the invoice discounting company at the point the sales invoice is raised. Therefore the amounts owed from customers have been derecognised, and a debtor recognised in relation to amounts owed from the invoice discounting company.

Warren Services Limited

Notes to the financial statements *(continued)*

Year ended 31 December 2018

3. Accounting policies *(continued)*

Defined contribution pension plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

4. Employee numbers

The average number of employees during the year was 104 (2017: 102).

5. Tangible assets

	Leasehold property improve- ments £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Total £
Cost					
At 1 January 2018 (as restated)	8,175	4,270,390	105,729	149,899	4,534,193
Additions	6,592	647,226	2,121	46,299	702,238
Disposals	–	(364,839)	–	(47,472)	(412,311)
At 31 December 2018	14,767	4,552,777	107,850	148,726	4,824,120
Depreciation					
At 1 January 2018 (as restated)	7,990	3,471,278	58,003	65,459	3,602,730
Charge for the year	1,055	294,917	18,491	34,025	348,488
Disposals	–	(213,899)	–	(30,694)	(244,593)
At 31 December 2018	9,045	3,552,296	76,494	68,790	3,706,625
Carrying amount					
At 31 December 2018	5,722	1,000,481	31,356	79,936	1,117,495
At 31 December 2017	185	799,112	47,726	84,440	931,463

6. Debtors

	2018 £	2017 (restated) £
Invoice discounting debtor	1,187,726	545,476
Amounts owed by group undertakings	39,300	23,100
Prepayments and accrued income	73,216	151,591
Corporation tax repayable	37,805	–
Other debtors	844	1,375
	1,338,891	721,542

Warren Services Limited

Notes to the financial statements (continued)

Year ended 31 December 2018

7. Creditors: Amounts falling due within one year

	2018	2017 (restated)
	£	£
Trade creditors	804,663	480,231
Accruals and deferred income	280,670	190,634
Social security and other taxes	276,314	215,472
Obligations under finance leases and hire purchase contracts	181,833	169,822
Other creditors	2,269	3,822
	<u>1,545,749</u>	<u>1,059,981</u>

Included in creditors are hire purchase liabilities of £181,833 (2017: £169,822) which are secured by charges over assets held by the company.

8. Creditors: Amounts falling due after more than one year

	2018	2017 (restated)
	£	£
Other creditors	<u>456,314</u>	<u>322,790</u>

Included in creditors are hire purchase liabilities of £404,218 (2017: £322,790) which are secured by charges over assets held by the company.

9. Prior year adjustments

The prior year adjustments relate to the following:

Deferred income of £17,119 was previously offset against accrued income in current assets. This has now been removed from accrued income and included as deferred income within other creditors falling due within one year.

Trade debtors of £1,056,209 were previously recognised under current assets, with a corresponding liability of £510,733 recognised in relation to the amounts drawn on the invoice discounting account. The trade debtors have now been derecognised, and a debtor of £545,476 has been recognised in relation to the amounts owed from the invoice discounting facility.

An item of plant and machinery with a cost of £66,640 had previously been included as a prepayment due to the fact it had not yet been installed at the company's premises and was held in storage. This has now been removed from prepayments and included as a fixed asset. Depreciation of £24,640 has been charged on this asset.

10. Called up share capital

Issued, called up and fully paid

	2018		2017 (restated)	
	No.	£	No.	£
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

Warren Services Limited

Notes to the financial statements *(continued)*

Year ended 31 December 2018

11. Operating leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2018	2017 <i>(restated)</i>
	£	£
Not later than 1 year	<u>—</u>	<u>212,500</u>