

Aztec Print North East Limited
Filleted Unaudited Financial Statements
For the year ended
31 March 2020



DEBERE LIMITED
Chartered Accountants
Swallow House
Parsons Road
Washington
Tyne and Wear
NE37 1EZ

Aztec Print North East Limited

Financial Statements

Year ended 31 March 2020

Contents	Page
Officers and professional advisers	1
Chartered accountants report to the board of directors on the preparation of the unaudited statutory financial statements	2
Statement of financial position	3
Notes to the financial statements	5

Aztec Print North East Limited

Officers and Professional Advisers

The board of directors

Mr A J Moore
Mrs M Moore
Mr L Redford
Mrs A Whitter
Mr M J Whitter

Business address

8 Bridgewater Road
Hertburn Industrial Estate
Washington
Tyne and Wear
NE37 2SG

Registered office

8 Bridgewater Road
Hertburn Industrial Estate
Washington
Tyne and Wear
NE37 2SG

Accountants

Debere Limited
Chartered Accountants
Swallow House
Parsons Road
Washington
Tyne and Wear
NE37 1EZ

Aztec Print North East Limited

Chartered Accountants Report to the Board of Directors on the Preparation of the Unaudited Statutory Financial Statements of Aztec Print North East Limited

Year ended 31 March 2020

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Aztec Print North East Limited for the year ended 31 March 2020, which comprise the statement of financial position and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at www.icaew.com/en/membership/regulations-standards-and-guidance.

This report is made solely to the Board of Directors of Aztec Print North East Limited, as a body, in accordance with the terms of our engagement letter dated 26 October 2018. Our work has been undertaken solely to prepare for your approval the financial statements of Aztec Print North East Limited and state those matters that we have agreed to state to you, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF as detailed at www.icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Aztec Print North East Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Aztec Print North East Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Aztec Print North East Limited. You consider that Aztec Print North East Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Aztec Print North East Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

debere limited

DEBERE LIMITED
Chartered Accountants

Swallow House
Parsons Road
Washington
Tyne and Wear
NE37 1EZ

11 August 2020

Aztec Print North East Limited

Statement of Financial Position

31 March 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	5	281,059	239,398
Current assets			
Stocks		43,853	41,739
Debtors	7	380,643	380,393
Cash at bank and in hand		572,234	351,444
		<u>996,730</u>	<u>773,576</u>
Creditors: amounts falling due within one year	8	<u>(472,396)</u>	<u>(401,840)</u>
Net current assets		<u>524,334</u>	<u>371,736</u>
Total assets less current liabilities		<u>805,393</u>	<u>611,134</u>
Creditors: amounts falling due after more than one year	9	(48,825)	(24,191)
Provisions			
Taxation including deferred tax		<u>(44,204)</u>	<u>(31,540)</u>
Net assets		<u>712,364</u>	<u>555,403</u>
Capital and reserves			
Called up share capital		192	192
Capital redemption reserve		8	8
Profit and loss account		<u>712,164</u>	<u>555,203</u>
Shareholders funds		<u>712,364</u>	<u>555,403</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 Section 1A of 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 statement of income and retained earnings has not been delivered.

For the year ending 31 March 2020 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 5 to 11 form part of these financial statements.

Aztec Print North East Limited

Statement of Financial Position *(continued)*

31 March 2020

These financial statements were approved by the board of directors and authorised for issue on 11 August 2020, and are signed on behalf of the board by:



Mr L Redford
Director

Company registration number: 03317628

The notes on pages 5 to 11 form part of these financial statements.

Aztec Print North East Limited

Notes to the Financial Statements

Year ended 31 March 2020

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 8 Bridgewater Road, Hertburn Industrial Estate, Washington, Tyne and Wear, NE37 2SG.

2. Statement of compliance

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.

General Information

The principal activity of the company during the year was that of printing.

The company is a private company limited by shares and is incorporated and domiciled in England.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

Going concern

The company meets its day-to-day working capital requirements through its bank facilities. The company's forecasts and projections, taking account of reasonably possible changes in trading performance, show that the company should be able to operate within the level of its current facilities. After making enquiries, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. The company therefore continues to adopt the going concern basis in preparing its financial statements.

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Aztec Print North East Limited

Notes to the Financial Statements *(continued)*

Year ended 31 March 2020

3. Accounting policies *(continued)*

Creditors

Creditors are recognised where the company has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at their settlement after following for any trade discounts due.

Investments

Investments held as fixed assets are stated at cost less provision for permanent diminution in value.

Dividends are brought to account in the profit and loss account when received.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Revenue recognition

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Taxation

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other 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. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Aztec Print North East Limited

Notes to the Financial Statements *(continued)*

Year ended 31 March 2020

3. Accounting policies *(continued)*

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.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

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:

Plant and machinery	- 15% reducing balance
Fixtures and fittings	- 15% reducing balance
Motor vehicles	- 15% reducing balance
Equipment	- 15% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

Aztec Print North East Limited

Notes to the Financial Statements *(continued)*

Year ended 31 March 2020

3. Accounting policies *(continued)*

Stock and work in progress

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.

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

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.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

Aztec Print North East Limited

Notes to the Financial Statements *(continued)*

Year ended 31 March 2020

3. Accounting policies *(continued)*

Defined contribution 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 persons employed by the company during the year amounted to 31 (2019: 24).

5. Tangible assets

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Equipment £	Total £
Cost					
At 1 April 2019	426,603	27,045	50,635	61,097	565,380
Additions	80,070	4,558	5,194	6,382	96,204
Disposals	(44,826)	—	(15,500)	(3,716)	(64,042)
At 31 March 2020	461,847	31,603	40,329	63,763	597,542
Depreciation					
At 1 April 2019	245,616	16,847	25,288	38,231	325,982
Charge for the year	31,967	2,015	3,570	3,734	41,286
Disposals	(37,966)	—	(10,922)	(1,897)	(50,785)
At 31 March 2020	239,617	18,862	17,936	40,068	316,483
Carrying amount					
At 31 March 2020	222,230	12,741	22,393	23,695	281,059
At 31 March 2019	180,987	10,198	25,347	22,866	239,398

Finance leases and hire purchase contracts

Included within the carrying value of tangible assets are the following amounts relating to assets held under finance leases or hire purchase agreements:

	Plant and machinery £
At 31 March 2020	139,343
At 31 March 2019	77,969

Aztec Print North East Limited

Notes to the Financial Statements *(continued)*

Year ended 31 March 2020

6. Investments

	Other investments other than loans £
Cost	
At 1 April 2019 and 31 March 2020	<u>101,073</u>
Impairment	
At 1 April 2019 and 31 March 2020	<u>101,073</u>
Carrying amount	
At 31 March 2020	<u>-</u>
At 31 March 2019	<u>-</u>

7. Debtors

	2020 £	2019 £
Trade debtors	368,286	362,642
Prepayments and accrued income	857	751
Other debtors	<u>11,500</u>	<u>17,000</u>
	<u>380,643</u>	<u>380,393</u>

Short term debtors are measured at transaction price, less any impairment.

8. Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	269,147	216,640
Accruals and deferred income	11,787	10,324
Corporation tax	72,272	56,582
Social security and other taxes	74,498	36,728
Obligations under finance leases and hire purchase contracts	27,201	14,594
Director loan accounts	9,721	60,159
Other creditors	<u>7,770</u>	<u>6,813</u>
	<u>472,396</u>	<u>401,840</u>

Short term creditors are measured at the transaction price.

Included in other creditors are obligations under finance leases and hire purchase contracts amounting to £27,201 (2019: £14,594) which are secured by way of a fixed and floating charge over the company's assets.

Aztec Print North East Limited

Notes to the Financial Statements *(continued)*

Year ended 31 March 2020

9. Creditors: amounts falling due after more than one year

	2020	2019
	£	£
Obligations under finance leases and hire purchase contracts	<u>48,825</u>	<u>24,191</u>

Long term creditors are measured at the transaction price.

Included in other creditors are obligations under finance leases and hire purchase contracts amounting to £48,825 (2019: £24,191) which are secured by way of a fixed and floating charge over the company's assets.

10. Operating leases

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

	2020	2019
	£	£
Not later than 1 year	31,494	22,740
Later than 1 year and not later than 5 years	<u>50,900</u>	<u>38,425</u>
	<u>82,394</u>	<u>61,165</u>

11. Directors' advances, credits and guarantees

During the year the directors entered into the following advances and credits with the company:

	2020			
	Balance brought forward	Advances/ (credits) to the directors	Amounts repaid	Balance outstanding
	£	£	£	£
Mr A J Moore	(584)	–	105	(479)
Mr L Redford	(9,148)	–	7,766	(1,382)
Mr M J Whitter	(50,427)	–	42,567	(7,860)
	<u>(60,159)</u>	<u>–</u>	<u>50,438</u>	<u>(9,721)</u>
	2019			
	Balance brought forward	Advances/ (credits) to the directors	Amounts repaid	Balance outstanding
	£	£	£	£
Mr A J Moore	(3,010)	–	2,426	(584)
Mr L Redford	(3,527)	(6,146)	525	(9,148)
Mr M J Whitter	(49,018)	(1,409)	–	(50,427)
	<u>(55,555)</u>	<u>(7,555)</u>	<u>2,951</u>	<u>(60,159)</u>