

McCoid Engineering Services Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 30 September 2018

McCoid Engineering Services Limited

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McCoid Engineering Services Limited

Company Information

Directors C McCoid
V S McCoid

Company secretary V S McCoid

Registered office 25 Westella Road
Kirkella
Hull
East Yorkshire
HU10 7QD

McCoid Engineering Services Limited

(Registration number: 03331740)

Balance Sheet as at 30 September 2018

| | Note | 2018 £ | 2017 £ |
|--|----------|------------------|-----------------|
| Fixed assets | | | |
| Tangible assets | <u>4</u> | 67,100 | 27,066 |
| Current assets | | | |
| Debtors | <u>5</u> | 198,802 | 178,722 |
| Cash at bank and in hand | | 195 | 195 |
| | | <u>198,997</u> | <u>178,917</u> |
| Creditors: Amounts falling due within one year | <u>6</u> | <u>(117,593)</u> | <u>(96,488)</u> |
| Net current assets | | <u>81,404</u> | <u>82,429</u> |
| Total assets less current liabilities | | 148,504 | 109,495 |
| Creditors: Amounts falling due after more than one year | <u>6</u> | <u>(54,361)</u> | <u>(22,301)</u> |
| Net assets | | <u>94,143</u> | <u>87,194</u> |
| Capital and reserves | | | |
| Called up share capital | | 100 | 100 |
| Profit and loss account | | <u>94,043</u> | <u>87,094</u> |
| Total equity | | <u>94,143</u> | <u>87,194</u> |

For the financial year ending 30 September 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 accounts for the year in question in accordance with section 476; and
- The directors acknowledge their 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 and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 27 June 2019 and signed on its behalf by:

.....
C McCoid
Director

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

McCoid Engineering Services Limited

Notes to the Financial Statements for the Year Ended 30 September 2018

1 General information

The company is a private company limited by share capital incorporated in England and Wales and the company registration number is 03331740.

The address of its registered office is:

25 Westella Road
Kirkella
Hull
East Yorkshire
HU10 7QD

These financial statements were authorised for issue by the Board on 27 June 2019.

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 - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

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

The financial statements are presented in sterling and are rounded to the nearest pound.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the provision of engineering services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

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 specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change 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 in the countries where the company operates and generates taxable income.

McCoid Engineering Services Limited

Notes to the Financial Statements for the Year Ended 30 September 2018

Deferred tax represents the future tax consequences of transactions and events recognised in the financial statements of current and previous periods. It is recognised in respect of all timing differences, with certain exceptions. Timing differences are differences between taxable profits and total comprehensive income as stated in the financial statements that arise from the inclusion of income and expense in tax assessments in periods different from those in which they are recognised in the financial statements. 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.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of timing differences. Deferred tax on revalued non-depreciable tangible fixed assets and investment properties is measured using the rates and allowances that apply to the sale of the asset.

Tangible assets

Tangible assets are stated in the statement of financial position 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 |
|--------------------|------------------------------|
| Motor vehicles | 25% on written down value |
| Plant & Equipment | 15% on written down value |
| Computer Equipment | 20% on written down value |

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.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. 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 an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

McCoid Engineering Services Limited

Notes to the Financial Statements for the Year Ended 30 September 2018

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

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 the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension 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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 4 (2017 - 5).

McCoid Engineering Services Limited

Notes to the Financial Statements for the Year Ended 30 September 2018

4 Tangible assets

| | Fixtures and fittings £ | Plant and machinery £ | Motor vehicles £ | Total £ |
|--------------------------|-------------------------------|-----------------------------|---------------------|------------|
| Cost or valuation | | | | |
| At 1 October 2017 | 13,439 | 12,160 | 49,705 | 75,304 |
| Additions | 4,239 | 125 | 72,500 | 76,864 |
| Disposals | (13,440) | (6,703) | (49,705) | (69,848) |
| At 30 September 2018 | 4,238 | 5,582 | 72,500 | 82,320 |
| Depreciation | | | | |
| At 1 October 2017 | 9,998 | 11,284 | 26,956 | 48,238 |
| Charge for the year | 848 | 48 | 9,063 | 9,959 |
| Eliminated on disposal | (9,996) | (6,025) | (26,956) | (42,977) |
| At 30 September 2018 | 850 | 5,307 | 9,063 | 15,220 |
| Carrying amount | | | | |
| At 30 September 2018 | 3,388 | 275 | 63,437 | 67,100 |
| At 30 September 2017 | 3,441 | 876 | 22,749 | 27,066 |

5 Debtors

| | 2018 £ | 2017 £ |
|---------------------------------------|-----------|-----------|
| Trade debtors | 84,717 | 66,445 |
| Other debtors | 111,444 | 110,135 |
| Prepayments and accrued income | 2,641 | 2,142 |
| Total current trade and other debtors | 198,802 | 178,722 |

6 Creditors

Creditors: amounts falling due within one year

| | Note | 2018 £ | 2017 £ |
|------------------------------|------|-----------|-----------|
| Due within one year | | | |
| Bank loans and overdrafts | 7 | 17,468 | 22,071 |
| Trade creditors | | 23,769 | 8,352 |
| Taxation and social security | | 30,200 | 18,251 |
| Other creditors | | 44,356 | 46,014 |
| Accruals and deferred income | | 1,800 | 1,800 |
| | | 117,593 | 96,488 |

Due after one year

Loans and borrowings

7

54,361

22,301

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Notes to the Financial Statements for the Year Ended 30 September 2018

7 Loans and borrowings

| | 2018 £ | 2017 £ |
|---|-----------|-----------|
| Secured Non-current loans and borrowings | | |
| Obligations under finance lease and hire purchase contracts | 54,361 | 22,301 |
| | | |
| | 2018 £ | 2017 £ |
| Secured Current loans and borrowings | | |
| Bank overdrafts | 10,582 | 16,098 |
| Obligations under finance lease and hire purchase contracts | 6,886 | 5,973 |
| | 17,468 | 22,071 |

The obligations under finance and hire purchase contracts liabilities are secured on the asset they relate to.

8 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 £40,590 (2017 - £Nil). This is a commitment to a rental lease covering a three year period.

9 Related party transactions

Transactions with directors

| | At 1 October 2017 £ | Advances to directors £ | Repayments by director £ | At 30 September 2018 £ |
|---------------------------------------|------------------------------|-------------------------------|--------------------------------|---------------------------------|
| 2018 | | | | |
| C McCoid | | | | |
| Interest free and repayable on demand | 110,135 | 110,699 | (111,270) | 109,564 |

Other transactions with directors

C McCoid
(Director)

At the balance sheet date the amount due from C McCoid was £109,564 (2017 - £110,135). This sum is interest free and repayable on demand.