

Registration number: 03729745

Castlet Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 30 April 2017

Saul Fairholm Limited
12 Tentercroft Street
Lincoln
LN5 7DB

Castlet Limited

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Castlet Limited

Company Information

Directors	Mr B Carr Mr D Cotterell
Registered office	14 Crofton Drive Allenby Road Industrial Estate Lincoln Lincolnshire LN3 4NR
Accountants	Saul Fairholm Limited 12 Tentercroft Street Lincoln LN5 7DB

Castlet Limited

(Registration number: 03729745)

Balance Sheet as at 30 April 2017

	Note	2017 £	2016 £
Fixed assets			
Intangible assets	<u>4</u>	13,001	25,001
Tangible assets	<u>5</u>	512,100	526,685
		<u>525,101</u>	<u>551,686</u>
Current assets			
Stocks	<u>6</u>	357,424	501,309
Debtors	<u>7</u>	687,557	746,134
Cash at bank and in hand		184,819	343,409
		1,229,800	1,590,852
Creditors: Amounts falling due within one year	<u>8</u>	<u>(309,417)</u>	<u>(389,525)</u>
Net current assets		<u>920,383</u>	<u>1,201,327</u>
Total assets less current liabilities		1,445,484	1,753,013
Provisions for liabilities		<u>(6,196)</u>	-
Net assets		<u>1,439,288</u>	<u>1,753,013</u>
Capital and reserves			
Called up share capital		242,869	242,869
Share premium reserve		570	570
Profit and loss account		1,195,849	1,509,574
Total equity		<u>1,439,288</u>	<u>1,753,013</u>

For the financial year ending 30 April 2017 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.

The notes on pages 4 to 12 form an integral part of these financial statements.

Castlet Limited

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Balance Sheet as at 30 April 2017

Approved and authorised by the Board on 1 August 2017 and signed on its behalf by:

.....

Mr D Cotterell

Director

The notes on pages 4 to 12 form an integral part of these financial statements.
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Notes to the Financial Statements for the Year Ended 30 April 2017

1 General information

The company is a private company limited by share capital incorporated in United Kingdom.

The address of its registered office is:

14 Crofton Drive
Allenby Road Industrial Estate
Lincoln
Lincolnshire
LN3 4NR
England

These financial statements were authorised for issue by the Board on 1 August 2017.

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.

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. 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 and deferred 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.

Castlet Limited

Notes to the Financial Statements for the Year Ended 30 April 2017

Deferred income tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

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
Plant and machinery	15% on reducing balance
Computer equipment	10% - 33% on cost
Land and buildings	2% on cost

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 held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Intangible assets

Separately acquired trademarks and licences are shown at historical cost.

Trademarks, licences (including software) and customer-related intangible assets acquired in a business combination are recognised at fair value at the acquisition date.

Trademarks, licences and customer-related intangible assets have a finite useful life and are carried at cost less accumulated amortisation and any accumulated impairment losses.

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% on cost
Trademarks, patents and licences	20% on cost

Castlet Limited

Notes to the Financial Statements for the Year Ended 30 April 2017

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.

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 profit or loss.

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.

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.

Castlet Limited

Notes to the Financial Statements for the Year Ended 30 April 2017

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 28 (2016 - 30).

4 Intangible assets

	Goodwill £	Trademarks, patents and licenses £	Total £
Cost or valuation			
At 1 May 2016	30,001	30,000	60,001
At 30 April 2017	30,001	30,000	60,001
Amortisation			
At 1 May 2016	17,500	17,500	35,000
Amortisation charge	6,000	6,000	12,000
At 30 April 2017	23,500	23,500	47,000
Carrying amount			
At 30 April 2017	6,501	6,500	13,001
At 30 April 2016	12,501	12,500	25,001

The aggregate amount of research and development expenditure recognised as an expense during the period is £156,183 (2016 - £131,535).

Castlet Limited

Notes to the Financial Statements for the Year Ended 30 April 2017

5 Tangible assets

	Land and buildings £	Other property, plant and equipment £	Total £
Cost or valuation			
At 1 May 2016	652,841	211,216	864,057
Additions	-	12,100	12,100
Disposals	-	(11,180)	(11,180)
At 30 April 2017	652,841	212,136	864,977
Depreciation			
At 1 May 2016	166,828	170,544	337,372
Charge for the year	13,057	5,929	18,986
Eliminated on disposal	-	(3,481)	(3,481)
At 30 April 2017	179,885	172,992	352,877
Carrying amount			
At 30 April 2017	472,956	39,144	512,100
At 30 April 2016	486,013	40,672	526,685

Included within the net book value of land and buildings above is £472,956 (2016 - £486,013) in respect of freehold land and buildings.

6 Stocks

	2017 £	2016 £
Work in progress	89,779	139,506
Other inventories	267,645	361,803
	357,424	501,309

7 Debtors

	2017 £	2016 £
Trade debtors	617,824	536,878
Other debtors	69,733	209,256
Total current trade and other debtors	687,557	746,134

Castlet Limited

Notes to the Financial Statements for the Year Ended 30 April 2017

8 Creditors

	Note	2017 £	2016 £
Due within one year			
Trade creditors		136,005	214,994
Amounts owed to group undertakings and undertakings in which the company has a participating interest	9	34,568	34,663
Taxation and social security		15,267	17,424
Other creditors		123,577	122,444
		<u>309,417</u>	<u>389,525</u>

9 Related party transactions

Summary of transactions with other related parties

Castlet Holdings Limited

During the year Castlet Limited paid a dividend of £850,000 to Castlet Holdings Limited. At the balance sheet date the amount due to Castlet Holdings Limited was £34,568 (2016 - £34,663).

10 Transition to FRS 102

This is the first year that Castlet Limited has presented its financial statements under Financial Reporting Standard 102 (FRS 102 section 1A) issued by the Financial Reporting Council. The last financial statements for the year ended 30th April 2016 were prepared under previous Financial Reporting Standard for Smaller Entities (effective January 2015). The transition date to FRS 102 is 1st May 2015.

Balance Sheet at 1 May 2015

Note	As originally reported £	Reclassification £	Remeasurement £	As restated £
Fixed assets				
Intangible assets	37,001	-	-	37,001
Tangible assets	551,902	-	-	551,902
	<u>588,903</u>	<u>-</u>	<u>-</u>	<u>588,903</u>
Current assets				
Stocks	445,886	-	-	445,886
Debtors	972,501	-	-	972,501
Cash at bank and in hand	565,613	-	-	565,613
	<u>1,984,000</u>	<u>-</u>	<u>-</u>	<u>1,984,000</u>

Castlet Limited

Notes to the Financial Statements for the Year Ended 30 April 2017

Note	As originally reported £	Reclassification £	Remeasurement £	As restated £
Creditors: Amounts falling due within one year	(616,498)	-	-	(616,498)
Net current assets	1,367,502	-	-	1,367,502
Net assets	1,956,405	-	-	1,956,405
Capital and reserves				
Called up share capital	242,869	-	-	242,869
Share premium reserve	570	-	-	570
Capital redemption reserve	1,712,966	-	-	1,712,966
Total equity	1,956,405	-	-	1,956,405

Castlet Limited

Notes to the Financial Statements for the Year Ended 30 April 2017

Balance Sheet at 30 April 2016

Note	As originally reported £	Reclassification £	Remeasurement £	As restated £
Fixed assets				
Intangible assets	25,001	-	-	25,001
Tangible assets	526,685	-	-	526,685
	<u>551,686</u>	<u>-</u>	<u>-</u>	<u>551,686</u>
Current assets				
Stocks	501,309	-	-	501,309
Debtors	639,134	107,000	-	746,134
Cash at bank and in hand	343,409	-	-	343,409
	<u>1,483,852</u>	<u>107,000</u>	<u>-</u>	<u>1,590,852</u>
Creditors: Amounts falling due within one year	<u>(282,525)</u>	<u>(107,000)</u>	<u>-</u>	<u>(389,525)</u>
Net current assets	<u>1,201,327</u>	<u>-</u>	<u>-</u>	<u>1,201,327</u>
Net assets	<u>1,753,013</u>	<u>-</u>	<u>-</u>	<u>1,753,013</u>
Capital and reserves				
Called up share capital	242,869	-	-	242,869
Share premium reserve	570	-	-	570
Profit and loss account	<u>1,509,574</u>	<u>-</u>	<u>-</u>	<u>1,509,574</u>
Total equity	<u>1,753,013</u>	<u>-</u>	<u>-</u>	<u>1,753,013</u>

Castlet Limited

Notes to the Financial Statements for the Year Ended 30 April 2017

Profit and Loss Account for the year ended 30 April 2016

Note	As originally reported £	Reclassification £	Remeasurement £	As restated £
Turnover	2,968,931	-	-	2,968,931
Cost of sales	(1,583,739)	-	-	(1,583,739)
Gross profit	1,385,192	-	-	1,385,192
Administrative expenses	(824,156)	-	-	(824,156)
Operating profit	561,036	-	-	561,036
Other interest receivable and similar income	3,036	-	-	3,036
Interest payable and similar expenses	(11,765)	-	-	(11,765)
	(8,729)	-	-	(8,729)
Profit before tax	552,307	-	-	552,307
Taxation	(755,699)	-	-	(755,699)
Loss for the financial year	(203,392)	-	-	(203,392)

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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.