

Pontypool Automatics Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 July 2018

Pontypool Automatics Limited

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Pontypool Automatics Limited
(Registration number: 04063954)
Balance Sheet as at 31 July 2018

	Note	2018 £	2017 £
Fixed assets			
Intangible assets	<u>4</u>	37,298	44,757
Tangible assets	<u>5</u>	95,911	91,050
		<u>133,209</u>	<u>135,807</u>
Current assets			
Stocks	<u>6</u>	-	545
Debtors	<u>7</u>	16,785	13,761
Cash at bank and in hand		2,286	2,235
		19,071	16,541
Creditors: Amounts falling due within one year	<u>8</u>	(28,840)	(26,643)
Net current liabilities		(9,769)	(10,102)
Net assets		<u>123,440</u>	<u>125,705</u>
Capital and reserves			
Called up share capital		1,000	1,000
Share premium reserve		127,304	127,304
Profit and loss account		(4,864)	(2,599)
Total equity		<u>123,440</u>	<u>125,705</u>

For the financial year ending 31 July 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.

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

Pontypool Automatics Limited
(Registration number: 04063954)
Balance Sheet as at 31 July 2018

Approved and authorised by the Board on 29 April 2019 and signed on its behalf by:

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Mr John Andrew Dibble

Director

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

Notes to the Financial Statements for the Year Ended 31 July 2018

1 General information

The company is incorporated in England and Wales.

The address of its registered office is:

Unit 2A
Torfaen Business Centre
Panteg Way
Pontypool
Torfaen
NP4 0LS

These financial statements were authorised for issue by the Board on 29 April 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.

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% Reducing Balance
Fixtures, fittings and equipment	33.33% Reducing Balance
Plant and Machinery	25% 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 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.

Pontypool Automatics Limited

Notes to the Financial Statements for the Year Ended 31 July 2018

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	10 years Straight Line

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.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

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.

Pontypool Automatics Limited

Notes to the Financial Statements for the Year Ended 31 July 2018

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 5 (2017 - 5).

Pontypool Automatics Limited

Notes to the Financial Statements for the Year Ended 31 July 2018

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 August 2017	74,593	74,593
At 31 July 2018	74,593	74,593
Amortisation		
At 1 August 2017	29,836	29,836
Amortisation charge	7,459	7,459
At 31 July 2018	37,295	37,295
Carrying amount		
At 31 July 2018	37,298	37,298
At 31 July 2017	44,757	44,757

5 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Other property, plant and equipment £	Total £
Cost or valuation				
At 1 August 2017	2,298	16,486	161,098	179,882
Additions	-	-	32,166	32,166
At 31 July 2018	2,298	16,486	193,264	212,048
Depreciation				
At 1 August 2017	1,666	13,316	73,850	88,832
Charge for the year	212	794	26,299	27,305
At 31 July 2018	1,878	14,110	100,149	116,137
Carrying amount				
At 31 July 2018	420	2,376	93,115	95,911
At 31 July 2017	632	3,170	87,248	91,050

6 Stocks

	2018 £	2017 £
Other inventories	-	545

Pontypool Automatics Limited

Notes to the Financial Statements for the Year Ended 31 July 2018

7 Debtors

	2018 £	2017 £
Trade debtors	13,291	13,761
Other debtors	3,494	-
	<hr/>	<hr/>
Total current trade and other debtors	<u>16,785</u>	<u>13,761</u>

8 Creditors

	2018 £	2017 £
Note		
Due within one year		
Trade creditors	19,280	12,885
Taxation and social security	6,943	4,465
Other creditors	2,617	9,293
	<hr/>	<hr/>
	<u>28,840</u>	<u>26,643</u>

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.