

Tony Goodsir Commercial Engineers Limited

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

Tony Goodsir Commercial Engineers Limited

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Tony Goodsir Commercial Engineers Limited

(Registration number: 04302141)
Balance Sheet as at 31 October 2018

	Note	2018 £	2017 £
Fixed assets			
Intangible assets	<u>4</u>	27,000	-
Tangible assets	<u>5</u>	118,254	125,909
		<u>145,254</u>	<u>125,909</u>
Current assets			
Stocks	<u>6</u>	35,000	35,000
Debtors	<u>7</u>	232,883	206,811
Cash at bank and in hand		<u>2,535</u>	<u>5,111</u>
		270,418	246,922
Creditors: Amounts falling due within one year	<u>8</u>	<u>(363,022)</u>	<u>(283,673)</u>
Net current liabilities		<u>(92,604)</u>	<u>(36,751)</u>
Total assets less current liabilities		52,650	89,158
Creditors: Amounts falling due after more than one year	<u>8</u>	<u>(31,021)</u>	<u>(35,741)</u>
Provisions for liabilities		<u>(15,930)</u>	<u>(17,338)</u>
Net assets		<u>5,699</u>	<u>36,079</u>
Capital and reserves			
Called up share capital	<u>9</u>	200	200
Profit and loss account		<u>5,499</u>	<u>35,879</u>
Total equity		<u>5,699</u>	<u>36,079</u>

For the financial year ending 31 October 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges his 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 10 form an integral part of these financial statements.

Tony Goodsir Commercial Engineers Limited

**(Registration number: 04302141)
Balance Sheet as at 31 October 2018**

Approved and authorised by the director on 25 July 2019

Mr A Goodsir
Director

The notes on pages 3 to 10 form an integral part of these financial statements.

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Tony Goodsir Commercial Engineers Limited

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

1 General information

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:

Unit 2A
Station Road
Kilton Lindsey
Lincolnshire
DN21 4BD

These financial statements were authorised for issue by the director on 25 July 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.

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.

Tony Goodsir Commercial Engineers Limited

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

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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 and that are expected to apply to the reversal of the timing difference.

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
Leasehold land and buildings	5% straight line
Plant and machinery	15% straight line
Fixtures and fittings	15% straight line
Motor vehicles	20% 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.

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	Over 10 years

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.

Tony Goodsir Commercial Engineers Limited

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

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.

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.

Tony Goodsir Commercial Engineers Limited

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

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.

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 the director) during the year was 11 (2017 - 9).

Tony Goodsir Commercial Engineers Limited

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

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
Additions acquired separately	30,000	30,000
At 31 October 2018	30,000	30,000
Amortisation		
Amortisation charge	3,000	3,000
At 31 October 2018	3,000	3,000
Carrying amount		
At 31 October 2018	27,000	27,000

The aggregate amount of research and development expenditure recognised as an expense during the period is £Nil (2017 - £Nil).

5 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 November 2017	21,267	98,944	122,416	242,627
Additions	-	35,000	3,849	38,849
Disposals	-	-	(29,874)	(29,874)
At 31 October 2018	21,267	133,944	96,391	251,602
Depreciation				
At 1 November 2017	4,612	52,058	60,048	116,718
Charge for the year	1,065	13,891	8,047	23,003
Eliminated on disposal	-	-	(6,373)	(6,373)
At 31 October 2018	5,677	65,949	61,722	133,348
Carrying amount				
At 31 October 2018	15,590	67,995	34,669	118,254
At 31 October 2017	16,655	46,886	62,368	125,909

Included within the net book value of land and buildings above is £15,590 (2017 - £16,655) in respect of long leasehold land and buildings.

Tony Goodsir Commercial Engineers Limited

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

6 Stocks

	2018 £	2017 £
Other inventories	35,000	35,000

7 Debtors

	2018 £	2017 £
Trade debtors	104,094	66,862
Other debtors	128,789	139,949
Total current trade and other debtors	232,883	206,811

8 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Loans and borrowings	<u>10</u>	60,362	23,011
Trade creditors		159,880	148,136
Taxation and social security		67,192	52,257
Other creditors		75,588	60,269
		363,022	283,673

Due after one year

Loans and borrowings	<u>10</u>	31,021	35,741
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Creditors include bank loans and overdrafts, factoring account and net obligations under finance lease and hire purchase contracts which are secured of £96,790 (2017 - £73,023). The factor creditor is secured on the related debtors, the hire purchase agreements are secured on the related assets and the loans and overdraft are secured on the company assets.

Tony Goodsir Commercial Engineers Limited

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

Creditors: amounts falling due after more than one year

	Note	2018 £	2017 £
Due after one year			
Loans and borrowings	<u>10</u>	<u>31,021</u>	<u>35,741</u>

Creditors include bank loans and overdrafts and net obligations under finance lease and hire purchase contracts which are secured of £31,021 (2017 - £35,741). The hire purchase agreements are secured on the related assets and the loans and overdraft are secured on the company assets.

9 Share capital

Allotted, called up and fully paid shares

	2018		2017	
	No.	£	No.	£
Ordinary shares of £1 each	200	200	200	200
	<u>200</u>	<u>200</u>	<u>200</u>	<u>200</u>

10 Loans and borrowings

	2018 £	2017 £
Non-current loans and borrowings		
Bank borrowings	31,021	18,110
HP and finance lease liabilities	<u>-</u>	<u>17,631</u>
	<u>31,021</u>	<u>35,741</u>

	2018 £	2017 £
Current loans and borrowings		
Bank borrowings	7,800	10,000
Bank overdrafts	25,562	5,966
HP and finance lease liabilities	-	7,045
Other borrowings	<u>27,000</u>	<u>-</u>
	<u>60,362</u>	<u>23,011</u>

Tony Goodsir Commercial Engineers Limited

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

11 Related party transactions

The directors has provided a personal guarantee of £20,000 for a company loan.

Transactions with directors

	At 1 November 2017 £	Advances to directors £	Repayments by director £	At 31 October 2018 £
2018				
Mr A Goodsir				
Directors loan account. No interest is charged on this balance.	38,973	63,506	(69,200)	33,279

	At 1 November 2016 £	Advances to directors £	Repayments by director £	At 31 October 2017 £
2017				
Mr A Goodsir				
Directors loan account. No interest is charged on this balance.	39,386	51,587	(52,000)	38,973

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.