

# M Tracey Building Contractors Ltd

Director's Report and Unaudited Financial Statements,

for the Year Ended 31 March 2013

MacMahon      Leggate  
Chartered      Accountants  
Charter      House  
18-20      Finsley      Gate  
Burnley  
BB11 2HA

**M Tracey Building Contractors Ltd**  
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# **M Tracey Building Contractors Ltd**

## **Company Information**

<b>Director</b>	Mr Michael William Tracey
<b>Company secretary</b>	Mrs Patricia Tracey 1 Holden Barn Todmorden Road Briercliffe BURNLEY Lancashire BB10 3PQ
<b>Registered office</b>	
<b>Bankers</b>	Yorkshire Bank Burnley 25 Manchester Road Burnley Lancashire BB11 1HX
<b>Accountants</b>	MacMahon Leggate Chartered Accountants Charter House 18-20 Finsley Gate Burnley Lancashire BB11 2HA

**M Tracey Building Contractors Ltd**  
**Director's Report for the Year Ended 31 March 2013**

The director presents his report and the unaudited financial statements for the year ended 31 March 2013.

**Director of the company**

The director who held office during the year was as follows:

Mr Michael William Tracey

**Principal activity**

The principal activity of the company is that of building contractors.

**Small company provisions**

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

Approved by the Board on 2 August 2013 and signed on its behalf by:

.....  
Mr Michael William Tracey  
Director

**Chartered Accountants' Report to the Director on the Preparation of the Unaudited Statutory  
Accounts of  
M Tracey Building Contractors Ltd  
for the Year Ended 31 March 2013**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of M Tracey Building Contractors Ltd for the year ended 31 March 2013 set out on pages 4 to 11 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 [icaew.com/membershandbook](http://icaew.com/membershandbook).

This report is made solely to the Board of Directors of M Tracey Building Contractors Ltd, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of M Tracey Building Contractors Ltd and state those matters that we have agreed to state to them, as a body, in this report in accordance with AAF 2/10 as detailed at [icaew.com/compilation](http://icaew.com/compilation). To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than M Tracey Building Contractors Ltd and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that M Tracey Building Contractors Ltd has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of M Tracey Building Contractors Ltd.

You consider that M Tracey Building Contractors Ltd 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 accounts of M Tracey Building Contractors Ltd. 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 accounts.

.....

MacMahon Leggate  
Chartered Accountants  
Charter House  
18-20 Finsley Gate  
Burnley  
Lancashire  
BB11 2HA  
2 August 2013

**M Tracey Building Contractors Ltd**  
**Profit and Loss Account for the Year Ended 31 March 2013**

	Note	2013 £	2012 £
Turnover		717,190	626,629
Cost of sales		<u>(585,258)</u>	<u>(518,895)</u>
Gross profit		131,932	107,734
Administrative expenses		(106,348)	(79,997)
Other operating income		<u>3,063</u>	<u>6,728</u>
Operating profit	<u>2</u>	28,647	34,465
Other interest receivable and similar income		6	-
Interest payable and similar charges		<u>(253)</u>	<u>(252)</u>
Profit on ordinary activities before taxation		28,400	34,213
Tax on profit on ordinary activities	<u>4</u>	<u>(8,133)</u>	<u>(14,404)</u>
Profit for the financial year	<u>11</u>	<u><u>20,267</u></u>	<u><u>19,809</u></u>

The notes on pages 7 to 11 form an integral part of these financial statements.

**M Tracey Building Contractors Ltd**  
**(Registration number: 04713251)**  
**Balance Sheet at 31 March 2013**

	Note	2013 £	2012 £
<b>Fixed assets</b>			
Tangible fixed assets	<u>5</u>	<u>58,240</u>	<u>58,846</u>
<b>Current assets</b>			
Stocks		1,000	2,200
Debtors	<u>6</u>	243,482	264,174
Cash at bank and in hand		<u>10,609</u>	<u>37,129</u>
		255,091	303,503
Creditors: Amounts falling due within one year	<u>7</u>	<u>(160,747)</u>	<u>(213,888)</u>
Net current assets		<u>94,344</u>	<u>89,615</u>
Total assets less current liabilities		152,584	148,461
Provisions for liabilities	<u>8</u>	<u>(2,894)</u>	<u>(2,453)</u>
Net assets		<u><u>149,690</u></u>	<u><u>146,008</u></u>
<b>Capital and reserves</b>			
Called up share capital	<u>9</u>	4	4
Profit and loss account	11	<u>149,686</u>	<u>146,004</u>
Shareholders' funds		<u><u>149,690</u></u>	<u><u>146,008</u></u>

The notes on pages 7 to 11 form an integral part of these financial statements.

**M Tracey Building Contractors Ltd**  
**(Registration number: 04713251)**  
**Balance Sheet at 31 March 2013**  
**..... continued**

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the Financial Reporting Standard for Smaller Entities (effective 2008).

For the year ending 31 March 2013 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

Approved by the director on 2 August 2013

.....  
Mr Michael William Tracey  
Director

The notes on pages 7 to 11 form an integral part of these financial statements.



**M Tracey Building Contractors Ltd**  
**Notes to the Financial Statements for the Year Ended 31 March 2013**  
*..... continued*

**1 Accounting policies**

**Basis of preparation**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

**Turnover**

Turnover represents amounts chargeable, net of value added tax, in respect of the sale of goods and services to customers.

**Depreciation**

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Plant and machinery	20% reducing balance
Motor vehicles	25% reducing balance
Office equipment	20% reducing balance

**Work in progress**

Work in progress is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

**Deferred tax**

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes, which have arisen but not reversed by the balance sheet date, except as required by the FRSSE. Deferred tax is measured at the rates that are expected to apply in the periods when the timing differences are expected to reverse, based on the tax rates and law enacted at the balance sheet date.

**Hire purchase and leasing**

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term. Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet as tangible fixed assets and are depreciated over the shorter of the lease term and their useful lives. The capital elements of future obligations under the leases are included as liabilities in the balance sheet. The interest element of the rental obligation is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding. Assets held under hire purchase agreements are capitalised as tangible fixed assets and are depreciated over the shorter of the lease term and their useful lives. The capital element of future finance payments is included within creditors. Finance charges are allocated to accounting periods over the length of the contract and represent a constant proportion of the balance of capital repayments outstanding.

**M Tracey Building Contractors Ltd**  
**Notes to the Financial Statements for the Year Ended 31 March 2013**

*..... continued*

**Financial instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

**2 Operating profit**

Operating profit is stated after charging:

	<b>2013</b> <b>£</b>	<b>2012</b> <b>£</b>
Loss on sale of intangible fixed assets	70	710
Depreciation of tangible fixed assets	4,050	4,999

**3 Director's remuneration**

The director's remuneration for the year was as follows:

	<b>2013</b> <b>£</b>	<b>2012</b> <b>£</b>
Remuneration	7,950	7,280

**4 Taxation**

**Tax on profit on ordinary activities**

	<b>2013</b> <b>£</b>	<b>2012</b> <b>£</b>
<b>Current tax</b>		
Corporation tax charge	5,508	11,951
<b>Deferred tax</b>		
Origination and reversal of timing differences	<u>2,625</u>	<u>2,453</u>
Total tax on profit on ordinary activities	<u><u>8,133</u></u>	<u><u>14,404</u></u>

**M Tracey Building Contractors Ltd**  
**Notes to the Financial Statements for the Year Ended 31 March 2013**  
*..... continued*

**5 Tangible fixed assets**

	Freehold land and buildings £	Plant and machinery £	Motor vehicles £	Office equipment £	Total £
<b>Cost or valuation</b>					
At 1 April 2012	43,000	7,319	35,199	359	85,877
Additions	-	-	3,750	764	4,514
Disposals	-	-	(5,150)	-	(5,150)
At 31 March 2013	<u>43,000</u>	<u>7,319</u>	<u>33,799</u>	<u>1,123</u>	<u>85,241</u>
<b>Depreciation</b>					
At 1 April 2012	-	4,245	22,715	71	27,031
Charge for the year	-	675	3,165	210	4,050
Eliminated on disposals	-	-	(4,080)	-	(4,080)
At 31 March 2013	<u>-</u>	<u>4,920</u>	<u>21,800</u>	<u>281</u>	<u>27,001</u>
<b>Net book value</b>					
At 31 March 2013	<u>43,000</u>	<u>2,399</u>	<u>11,999</u>	<u>842</u>	<u>58,240</u>
At 31 March 2012	<u>43,000</u>	<u>3,074</u>	<u>12,484</u>	<u>288</u>	<u>58,846</u>

**M Tracey Building Contractors Ltd**  
**Notes to the Financial Statements for the Year Ended 31 March 2013**  
*..... continued*

**6 Debtors**

	2013 £	2012 £
Trade debtors	237,294	257,798
Other debtors	<u>6,188</u>	<u>6,376</u>
	<u><u>243,482</u></u>	<u><u>264,174</u></u>

**7 Creditors: Amounts falling due within one year**

	2013 £	2012 £
Trade creditors	22,659	28,263
Obligations under finance lease and hire purchase contracts	260	1,818
Corporation tax	6,691	6,364
Other taxes and social security	32,292	48,514
Other creditors	<u>98,845</u>	<u>128,929</u>
	<u><u>160,747</u></u>	<u><u>213,888</u></u>

**8 Provisions**

	Deferred tax £	Total £
At 1 April 2012	-	-
Charged to the profit and loss account	<u>2,894</u>	<u>2,894</u>
At 31 March 2013	<u><u>2,894</u></u>	<u><u>2,894</u></u>

**Analysis of deferred tax**

	2013 £	2012 £
Difference between accumulated depreciation and amortisation and capital allowances	<u><u>2,625</u></u>	<u><u>2,453</u></u>

**M Tracey Building Contractors Ltd**  
**Notes to the Financial Statements for the Year Ended 31 March 2013**  
*..... continued*

**9 Share capital**

**Allotted, called up and fully paid shares**

	<b>2013</b>		<b>2012</b>	
	<b>No.</b>	<b>£</b>	<b>No.</b>	<b>£</b>
Ordinary A shares of £1 each	2	2	2	2
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

**10 Dividends**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
<b>Dividends paid</b>		
Current year interim dividend paid	<u>23,500</u>	<u>-</u>

**11 Reserves**

	<b>Profit and loss account £</b>	<b>Total £</b>
At 1 April 2012	152,919	152,919
Profit for the year	20,267	20,267
Dividends	<u>(23,500)</u>	<u>(23,500)</u>
At 31 March 2013	<u>149,686</u>	<u>149,686</u>

**12 Control**

The company is controlled by the director who owns 100% of the called up share capital.

**M Tracey Building Contractors Ltd**  
**Detailed Profit and Loss Account for the Year Ended 31 March 2013**

	2013	2012
	£	£
Turnover (analysed below)	717,190	626,629
Cost of sales (analysed below)	(585,258)	(518,895)
Gross profit	131,932	107,734
<b>Administrative expenses</b>		
Employment costs (analysed below)	(8,314)	(7,309)
Establishment costs (analysed below)	(12,614)	(9,814)
General administrative expenses (analysed below)	(80,368)	(56,190)
Finance charges (analysed below)	(932)	(975)
Depreciation costs (analysed below)	(4,120)	(5,709)
	(106,348)	(79,997)
Other operating income (analysed below)	3,063	6,728
Other interest receivable and similar income (analysed below)	6	-
Interest payable and similar charges (analysed below)	(253)	(252)
Profit on ordinary activities before taxation	<u>28,400</u>	<u>34,213</u>

This page does not form part of the statutory financial statements

**M Tracey Building Contractors Ltd**  
**Detailed Profit and Loss Account for the Year Ended 31 March 2013**

	<b>2 0 1 3</b>	<b>2 0 1 2</b>
	<b>£</b>	<b>£</b>
<b>Turnover</b>		
Work done	716,685	623,511
CITB	<u>505</u>	<u>3,118</u>
	<u><u>717,190</u></u>	<u><u>626,629</u></u>
<b>Cost of sales</b>		
Purchases	173,452	187,887
Hire of equipment	23,051	21,688
Wages and salaries	165,961	184,547
Subcontract cost	222,135	123,974
Other costs	<u>659</u>	<u>799</u>
	<u><u>585,258</u></u>	<u><u>518,895</u></u>
<b>Employment costs</b>		
Directors remuneration	7,950	7,280
Directors NIC (Employers)	64	29
Staff training	<u>300</u>	<u>-</u>
	<u><u>8,314</u></u>	<u><u>7,309</u></u>
<b>Establishment costs</b>		
Rent	3,900	1,200
Light, heat and power	140	-
Insurance	4,972	5,452
Use of home as office	520	520
Ground rent and service charge	1,770	1,396
Repairs and maintenance	<u>1,312</u>	<u>1,246</u>
	<u><u>12,614</u></u>	<u><u>9,814</u></u>

This page does not form part of the statutory financial statements

**M Tracey Building Contractors Ltd**  
**Detailed Profit and Loss Account for the Year Ended 31 March 2013..... continued**

	<b>2 0 1 3</b>	<b>2 0 1 2</b>
	<b>£</b>	<b>£</b>
<b>General administrative expenses</b>		
Telephone and fax	1,377	2,399
CITB levy	-	1,161
Printing, postage and stationery	709	467
Sundry expenses	236	191
Accountancy fees	2,845	5,104
Legal and professional fees	(858)	28
Motor expenses	28,877	24,901
Advertising	5,101	4,878
Travel and subsistence	42,081	17,061
	<u>80,368</u>	<u>56,190</u>
<b>Finance charges</b>		
Bank charges	<u>932</u>	<u>975</u>
<b>Depreciation costs</b>		
Depreciation of plant and machinery	675	768
Depreciation of motor vehicles	3,165	4,160
Depreciation of office equipment	210	71
(Profit)/loss on disposal of intangible fixed assets	70	710
	<u>4,120</u>	<u>5,709</u>
<b>Other operating income</b>		
Rents received	<u>3,063</u>	<u>6,728</u>
	<u>3,063</u>	<u>6,728</u>
<b>Other interest receivable and similar income</b>		
Bank interest receivable	<u>6</u>	<u>-</u>
	<u>6</u>	<u>-</u>
<b>Interest payable and similar charges</b>		
Hire purchase interest	<u>253</u>	<u>252</u>
	<u>253</u>	<u>252</u>

This page does not form part of the statutory financial statements

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.