

Filed

Nike Engineering Limited

**Annual Report and Financial Statements
Year Ended 31 March 2016**

Registration number: 04948289

MONDAY



A5M740WH

A06

19/12/2016

#147

COMPANIES HOUSE

Nike Engineering Limited

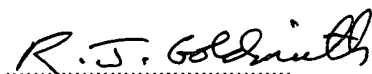
Balance Sheet

31 March 2016

| | Note | 2016 £ | 2015 £ |
|---|------|------------------|------------------|
| Fixed assets | | | |
| Intangible assets | 4 | 43,082 | 54,082 |
| Tangible assets | 5 | <u>90,058</u> | <u>108,775</u> |
| | | <u>133,140</u> | <u>162,857</u> |
| Current assets | | | |
| Stocks | | 5,854 | 10,180 |
| Debtors | 6 | 100,092 | 122,250 |
| Cash at bank and in hand | | <u>284</u> | <u>-</u> |
| | | 106,230 | 132,430 |
| Creditors: Amounts falling due within one year | 7 | <u>(571,185)</u> | <u>(508,935)</u> |
| Net current liabilities | | <u>(464,955)</u> | <u>(376,505)</u> |
| Net liabilities | | <u>(331,815)</u> | <u>(213,648)</u> |
| Capital and reserves | | | |
| Called up share capital | | 100 | 100 |
| Profit and loss account | | <u>(331,915)</u> | <u>(213,748)</u> |
| Total equity | | <u>(331,815)</u> | <u>(213,648)</u> |

These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime. The company has chosen not to deliver its profit and loss account.

Approved and authorised by the director on 21/7/16



Mr R Goldsmith
Director

Company Registration Number: 04948289

Nike Engineering Limited

Notes to the Financial Statements

Year Ended 31 March 2016

1 General information

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

The address of its registered office is:

Unit 2A
Porthmellon Industrial Estate
St Mary's
Isles of Scilly
TR21 0JY

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.

Change in basis of accounting and basis statement of compliance

The company's financial statements have been prepared in accordance with FRS102 - the Financial Reporting Standard applicable in the UK and Republic of Ireland. The company has transferred from previously extant UK GAAP to FRS102 as at 1 April 2014. There is no material impact on the reported financial position and financial performance arising from the transition. There are no material departures from FRS102.

The company has also taken advantage of the option to early-adopt the provisions of The Companies, Partnerships and Groups (Accounts and Reports) regulations 2015 and therefore to apply the small companies regime under the Companies Act 2016. Consequently the company has adopted Section 1A of FRS102, the Small Entities Disclosures.

Statement of compliance

These financial statements were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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 prepared in pounds sterling which is the functional currency of the company.

Going concern

The directors are projecting that the company will move to a profitable position within the next year and the parent company has committed to support the company for the foreseeable future. The directors therefore consider that the preparation of the accounts on a going concern basis is appropriate.

Revenue recognition

Turnover represents charges for the supply of engineering services and the sale of automotive fuel. Revenue is recognised when the company fulfils its contractual obligations to customers by supplying goods or services and excludes Value Added Tax.

Nike Engineering Limited

Notes to the Financial Statements

Year Ended 31 March 2016

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 less residual value, as follows:

| Asset class | Depreciation method and rate |
|---------------------|------------------------------|
| Plant and machinery | 20% straight line |
| Leasehold property | 20% straight line |
| Office equipment | 20% straight line |
| Motor vehicles | 25% straight line |

Intangible assets

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.

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 | 5 years |
| Intangible assets | 5 years |

Stocks

Stocks are stated at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on estimated selling price less any further costs expected to be incurred to completion and selling costs.

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.

Defined contribution pension obligation

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.

Nike Engineering Limited

Notes to the Financial Statements

Year Ended 31 March 2016

Financial instruments

Financial assets and liabilities are recognised / (derecognised) when the company becomes / (ceases to be) party to the contractual provisions of the instrument. The company holds the following financial assets and liabilities:

Current debtors and creditors

Current debtors and creditors with no stated interest rate are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account before operating profit.

3 Employees

The average number of persons employed by the company (including the director) during the year, analysed by category was as follows:

| | 2016 No. | 2015 No. |
|-------------------|-------------|-------------|
| Other departments | 19 | 10 |

4 Intangible assets

| | Goodwill £ | Other intangible assets £ | Total £ |
|--------------------------|---------------|------------------------------------|------------|
| Cost or valuation | | | |
| At 1 April 2015 | 112,999 | 1,999 | 114,998 |
| At 31 March 2016 | 112,999 | 1,999 | 114,998 |
| Amortisation | | | |
| At 1 April 2015 | 58,917 | 1,999 | 60,916 |
| Amortisation charge | 11,000 | - | 11,000 |
| At 31 March 2016 | 69,917 | 1,999 | 71,916 |
| Carrying amount | | | |
| At 31 March 2016 | 43,082 | - | 43,082 |
| At 31 March 2015 | 54,082 | - | 54,082 |

Nike Engineering Limited

Notes to the Financial Statements

Year Ended 31 March 2016

5 Tangible assets

| | Long leasehold land and buildings £ | Office equipment £ | Motor vehicles £ | Plant and machinery £ | Total £ |
|--------------------------|---|--------------------------|------------------------|-----------------------------|------------|
| Cost or valuation | | | | | |
| At 1 April 2015 | 10,900 | 2,101 | 81,541 | 37,000 | 131,542 |
| Additions | - | - | 14,167 | 2,000 | 16,167 |
| At 31 March 2016 | 10,900 | 2,101 | 95,708 | 39,000 | 147,709 |
| Depreciation | | | | | |
| At 1 April 2015 | 182 | 134 | 6,468 | 15,983 | 22,767 |
| Charge for the year | 2,180 | 401 | 23,835 | 8,468 | 34,884 |
| At 31 March 2016 | 2,362 | 535 | 30,303 | 24,451 | 57,651 |
| Carrying amount | | | | | |
| At 31 March 2016 | 8,538 | 1,566 | 65,405 | 14,549 | 90,058 |
| At 31 March 2015 | 10,718 | 1,967 | 75,073 | 21,017 | 108,775 |

Nike Engineering Limited

Notes to the Financial Statements

Year Ended 31 March 2016

6 Debtors

| | 2016 | 2015 |
|---------------|----------------|----------------|
| | £ | £ |
| Trade debtors | 79,370 | 97,092 |
| Prepayments | 20,722 | 25,158 |
| | <u>100,092</u> | <u>122,250</u> |

7 Creditors

| | 2016 | 2015 |
|--|----------------|----------------|
| | £ | £ |
| Due within one year | | |
| Trade creditors | 26,338 | 52,487 |
| Amounts due to related parties | 531,905 | 406,727 |
| Social security and other taxes | 7,881 | 5,984 |
| Outstanding defined contribution pension costs | 595 | 514 |
| Other creditors | 3 | 40,000 |
| Accrued expenses | 4,463 | 3,223 |
| | <u>571,185</u> | <u>508,935</u> |

8 Obligations under leases and hire purchase contracts

Operating leases

The total of future minimum lease payments is as follows:

| | 2016 | 2015 |
|---|----------------|----------------|
| | £ | £ |
| Not later than one year | 12,600 | 12,600 |
| Later than one year and not later than five years | 50,400 | 50,400 |
| Later than five years | 294,000 | 306,600 |
| | <u>357,000</u> | <u>369,600</u> |

Nike Engineering Limited

Notes to the Financial Statements

Year Ended 31 March 2016

9 Parent and ultimate parent undertaking

The company has taken advantage of the exemption in FRS102.33 "Related Party Disclosures" from disclosing transactions with other wholly owned members of the group.

The company's immediate parent is Isles of Scilly Steamship Company Limited, incorporated in England and Wales.

These financial statements are available upon request from:

Hugh Town
St Mary's
Isles of Scilly
TR21 0LJ

10 Transition to FRS 102

The policies applied under the group's previous accounting framework are not materially different to FRS102. There were no changes to the previously stated equity as at 1 April 2014 and 1 April 2015 or in the profit and loss for the year ended 31 March 2015 as a result of the transition to FRS102.

11 Statement on auditors' report pursuant to s444 5(B) to the Companies Act 2006

These financial statements for the year ended 31 March 2016 were audited by:

PKF Francis Clark, Statutory Auditor
Lowin House,
Tregolls Road,
Truro,
Cornwall,
TR1 2NA

The Senior Statutory Auditor was Andrew Allen BSc FCA.

An unqualified and unmodified auditors' report was issued for the financial statements for the year ended 31 March 2016.