

**Nike Engineering Limited**  
**Annual Report and Financial Statements**  
**Year Ended 31 March 2019**  
**Registration number: 04948289**



# Nike Engineering Limited

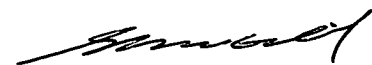
## Balance Sheet

31 March 2019

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Tangible assets	5	23,252	48,755
<b>Current assets</b>			
Stocks	6	8,082	13,196
Debtors	7	115,508	131,884
Cash at bank and in hand		52	521
		<u>123,642</u>	<u>145,601</u>
<b>Creditors: Amounts falling due within one year</b>	8	<u>(968,086)</u>	<u>(906,768)</u>
<b>Net current liabilities</b>		<u>(844,444)</u>	<u>(761,167)</u>
<b>Net liabilities</b>		<u>(821,192)</u>	<u>(712,412)</u>
<b>Capital and reserves</b>			
Called up share capital		100	100
Profit and loss account		<u>(821,292)</u>	<u>(712,512)</u>
<b>Total equity</b>		<u>(821,192)</u>	<u>(712,412)</u>

These financial statements have been prepared and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the director on 24 July 19



Mr S Reid  
Director

Company Registration Number: 04948289

# **Nike Engineering Limited**

## **Notes to the Financial Statements**

**Year Ended 31 March 2019**

### **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.

#### **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. The financial statements are prepared in pounds sterling which is the functional currency of the company.

#### **Going concern**

The company has accumulated net liabilities of £821,192 (2018 - £712,412). The company is supported financially by its parent company via an inter-company loan account and the parent company has committed to continue this support for the foreseeable future. The directors therefore consider that the preparation of the accounts on the 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.

#### **Foreign currency transactions and balances**

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the initial transaction dates.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

# Nike Engineering Limited

## Notes to the Financial Statements

Year Ended 31 March 2019

### 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

### Tangible assets

Tangible assets are stated in the balance sheet 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

### 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.

### 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.

### 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.

# **Nike Engineering Limited**

## **Notes to the Financial Statements**

### **Year Ended 31 March 2019**

#### **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.

#### **Financial instruments**

##### ***Classification***

The company holds the following financial instruments:

- Short term trade and other debtors and creditors;
- Cash and bank balances.

All financial instruments are classified as basic.

##### ***Recognition and measurement***

The company has chosen to apply the recognition and measurement principles in FRS102.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument and derecognised when in the case of assets, the contractual rights to cash flows from the assets expire or substantially all the risks and rewards of ownership are transferred to another party, or in the case of liabilities, when the company's obligations are discharged, expire or are cancelled.

Except for bank loans, such instruments are initially measured at transaction price, including transaction costs, and are subsequently carried at the undiscounted amount of the cash or other consideration expected to be paid or received, after taking account of impairment adjustments.

### **3 Staff numbers**

The average number of persons employed by the company (including the director) during the year, was 16 (2018 - 18).

# Nike Engineering Limited

## Notes to the Financial Statements

Year Ended 31 March 2019

### 4 Intangible assets

	Goodwill £	Other intangible assets £	Total £
<b>Cost or valuation</b>			
At 1 April 2018	112,999	1,999	114,998
Disposals	(112,999)	(1,999)	(114,998)
At 31 March 2019	-	-	-
<b>Amortisation</b>			
At 1 April 2018	112,999	1,999	114,998
Amortisation eliminated on disposals	(112,999)	(1,999)	(114,998)
At 31 March 2019	-	-	-
<b>Carrying amount</b>			
At 31 March 2019	-	-	-
At 31 March 2018	-	-	-

## Nike Engineering Limited

### Notes to the Financial Statements

Year Ended 31 March 2019

#### 5 Tangible assets

	Long leasehold land and buildings £	Office equipment £	Motor vehicles £	Plant and machinery £	Total £
<b>Cost or valuation</b>					
At 1 April 2018	10,900	2,101	105,668	39,000	157,669
Additions	-	-	5,195	-	5,195
Disposals	-	-	(17,000)	-	(17,000)
At 31 March 2019	10,900	2,101	93,863	39,000	145,864
<b>Depreciation</b>					
At 1 April 2018	6,720	1,335	68,605	32,254	108,914
Charge for the year	2,180	400	20,323	3,900	26,803
Eliminated on disposal	-	-	(13,105)	-	(13,105)
At 31 March 2019	8,900	1,735	75,823	36,154	122,612
<b>Carrying amount</b>					
At 31 March 2019	2,000	366	18,040	2,846	23,252
At 31 March 2018	4,180	766	37,063	6,746	48,755

# Nike Engineering Limited

## Notes to the Financial Statements

Year Ended 31 March 2019

### 6 Stocks

	2019 £	2018 £
Other inventories	<u>8,082</u>	<u>13,196</u>

### 7 Debtors

	2019 £	2018 £
Trade debtors	72,302	87,441
Other debtors	-	1,000
Prepayments	<u>43,206</u>	<u>43,443</u>
	<u>115,508</u>	<u>131,884</u>

### 8 Creditors

Creditors: amounts falling due within one year

	2019 £	2018 £
<b>Due within one year</b>		
Trade creditors	26,258	98,771
Amounts due to group undertakings	926,551	800,277
Social security and other taxes	2,783	5,454
Outstanding defined contribution pension costs	286	114
Accrued expenses	<u>12,208</u>	<u>2,152</u>
	<u>968,086</u>	<u>906,768</u>

### 9 Share capital

Allotted, called up and fully paid shares

	No.	2019 £	No.	2018 £
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>



# **Nike Engineering Limited**

## **Notes to the Financial Statements**

**Year Ended 31 March 2019**

### **10 Financial commitments, guarantees and contingencies**

#### **Amounts not provided for in the balance sheet**

The total amount of financial commitments not included in the balance sheet is £319,200 (2018 - £331,800). The company has operating lease commitments in relation to the lease of the premises from which it operates. The committed rental charges are payable until December 2052.

### **11 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

### **12 Audit report**

The Independent Auditors' Report was unqualified. The name of the Senior Statutory Auditor who signed the audit report was Andrew Allen BSc FCA, who signed for and on behalf of PKF Francis Clark on .....  
8 August 2019