

Practical Services Ltd

Directors' Report and Unaudited Financial Statements
for the Year Ended 31 March 2017

Howsons
Chartered Accountants
Winton House
Stoke Road
Stoke on Trent
Staffordshire
ST4 2RW

Practical Services Ltd

Contents

| | |
|-----------------------------------|---------------|
| Company Information | <u>1</u> |
| Accountants' Report | <u>2</u> |
| Balance Sheet | <u>3 to 4</u> |
| Notes to the Financial Statements | <u>5 to 9</u> |

Practical Services Ltd

Company Information

| | |
|--------------------------|--|
| Directors | Mr C B Lacey Mrs M Lacey |
| Registered office | 4 Quarry Close Stockton Brook Stoke On Trent Staffordshire ST9 9PH |
| Accountants | Howsons Chartered Accountants Winton House Stoke Road Stoke on Trent Staffordshire ST4 2RW |

**Chartered Accountants' Report to the Board of Directors on the Preparation of the
Unaudited Statutory Accounts of
Practical Services Ltd
for the Year Ended 31 March 2017**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Practical Services Ltd for the year ended 31 March 2017 as set out on pages 3 to 9 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 <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of Practical Services Ltd, as a body, in accordance with the terms of our engagement letter dated 6 August 2012. Our work has been undertaken solely to prepare for your approval the accounts of Practical Services Ltd and state those matters that we have agreed to state to the Board of Directors of Practical Services Ltd, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Practical Services Ltd and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Practical Services 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 Practical Services Ltd. You consider that Practical Services 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 Practical Services 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.

.....
Howsons
Chartered Accountants
Winton House
Stoke Road
Stoke on Trent
Staffordshire
ST4 2RW

1 December 2017

Practical Services Ltd
(Registration number: 05079829)
Balance Sheet as at 31 March 2017

| | Note | 2017 £ | 2016 £ |
|---|----------|-----------|-----------|
| Fixed assets | | | |
| Tangible assets | <u>4</u> | 1,619 | 1,846 |
| Current assets | | | |
| Stocks | | 200 | 200 |
| Debtors | <u>5</u> | 3,998 | 3,997 |
| Cash at bank and in hand | | 7,731 | 13,193 |
| | | 11,929 | 17,390 |
| Creditors: Amounts falling due within one year | <u>6</u> | (12,912) | (18,967) |
| Net current liabilities | | (983) | (1,577) |
| Total assets less current liabilities | | 636 | 269 |
| Provisions for liabilities | | (150) | (157) |
| Net assets | | 486 | 112 |
| Capital and reserves | | | |
| Called up share capital | | 100 | 100 |
| Profit and loss account | | 386 | 12 |
| Total equity | | 486 | 112 |

For the financial year ending 31 March 2017 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 and in accordance with the provisions of Financial Reporting Standard 102 (FRS 102) Section 1A - small entities.

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 5 to 9 form an integral part of these financial statements.
Page 3

Practical Services Ltd
(Registration number: 05079829)
Balance Sheet as at 31 March 2017

Approved and authorised by the Board on 1 December 2017 and signed on its behalf by:

.....

Mr C B Lacey

Director

.....

Mrs M Lacey

Director

The notes on pages 5 to 9 form an integral part of these financial statements.
Page 4

Practical Services Ltd

Notes to the Financial Statements for the Year Ended 31 March 2017

1 General information

The address of its registered office is:

4 Quarry Close
Stockton Brook
Stoke On Trent
Staffordshire
ST9 9PH
England

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 company's presentational currency is pound sterling (£). The accounts are rounded to the nearest whole pound.

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 |
|-----------------------------------|------------------------------|
| Plant & machinery | 20% reducing balance basis |
| Office equipment | 33% straight line basis |
| Furniture, fittings and equipment | 10% reducing balance basis |

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.

Practical Services Ltd

Notes to the Financial Statements for the Year Ended 31 March 2017

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.

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.

Practical Services Ltd

Notes to the Financial Statements for the Year Ended 31 March 2017

Financial instruments

Classification

Basic financial assets, including trade and other debtors, cash and bank balances, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Such assets are subsequently carried at amortised cost using the effective interest method.

Basic financial liabilities, including trade and other trade creditors, bank and other loans, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest.

Recognition and measurement

At the end of each reporting period financial assets measured at amortised cost are assessed for objective evidence of impairment. If an asset is impaired the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit and loss.

Impairment

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been had the impairment not previously been recognised in the profit or loss.

Financial assets are derecognised when a) the contractual rights to the cash flows from the asset expire or are settled, or b) substantially all the risks and rewards of the ownership of the asset are transferred to another party or c) control of the asset has been transferred to another party who has the practical ability to unilaterally sell the asset to an unrelated third party without imposing additional restrictions.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 5 (2016 - 5).

Practical Services Ltd

Notes to the Financial Statements for the Year Ended 31 March 2017

4 Tangible assets

| | Furniture, fittings and equipment £ | Other property, plant and equipment £ | Office equipment | Total £ |
|--------------------------|--|--|------------------|------------|
| Cost or valuation | | | | |
| At 1 April 2016 | 939 | 8,746 | 2,796 | 12,481 |
| Additions | - | 200 | - | 200 |
| At 31 March 2017 | 939 | 8,946 | 2,796 | 12,681 |
| Depreciation | | | | |
| At 1 April 2016 | 491 | 7,600 | 2,543 | 10,634 |
| Charge for the year | 45 | 256 | 127 | 428 |
| At 31 March 2017 | 536 | 7,856 | 2,670 | 11,062 |
| Carrying amount | | | | |
| At 31 March 2017 | 403 | 1,090 | 126 | 1,619 |
| At 31 March 2016 | 448 | 1,146 | 252 | 1,846 |

5 Debtors

| | 2017 £ | 2016 £ |
|---------------------------------------|-----------|-----------|
| Trade debtors | 3,998 | 3,997 |
| Total current trade and other debtors | 3,998 | 3,997 |

6 Creditors

| | Note | 2017 £ | 2016 £ |
|------------------------------|------|-----------|-----------|
| Due within one year | | | |
| Taxation and social security | | 2,557 | 2,600 |
| Other creditors | | 1,981 | 4,142 |
| Other borrowings | 7 | 8,374 | 12,225 |
| | | 12,912 | 18,967 |

Practical Services Ltd

Notes to the Financial Statements for the Year Ended 31 March 2017

7 Loans and borrowings

| | 2017 £ | 2016 £ |
|-------------------------------------|--------------|---------------|
| Current loans and borrowings | | |
| Other borrowings | <u>8,374</u> | <u>12,225</u> |

Other borrowings

Directors loan account with a carrying amount of £8,374 (2016 - £12,225) is denominated in with a nominal interest rate of 0%.

8 Going Concern

The accounts have been prepared on a going concern basis. In the opinion of the directors, this is appropriate as they intend to support the company for the foreseeable future.

9 Transition to FRS 102

This is the first year that the company presented its financial statements under Financial Reporting Standard 102 (FRS 102). The last financial statements under the UK GAAP were for the year ended 31 March 2016. The date of transition was 1 April 2015.

There have been no changes to the previously reported profit and loss or equity due to the transition to FRS 102.