

**COMPUTER NETWORK DEFENCE LIMITED**  
**UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2018**

Bowen Accountants Ltd  
Chartered Accountants  
Unit 1 Gate Farm  
High Street  
Sutton Benger  
Chippenham  
Wiltshire  
SN15 4RE

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FOR THE YEAR ENDED 31 AUGUST 2018**

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**COMPUTER NETWORK DEFENCE LIMITED**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 31 AUGUST 2018**

**DIRECTORS:**

J A Cuff  
Mrs A J Cuff

**REGISTERED OFFICE:**

22 St. Lawrence Street  
Bath  
Avon  
BA1 1AN

**REGISTERED NUMBER:**

05196257 (England and Wales)

**ACCOUNTANTS:**

Bowen Accountants Ltd  
Chartered Accountants  
Unit 1 Gate Farm  
High Street  
Sutton Benger  
Chippenham  
Wiltshire  
SN15 4RE

**COMPUTER NETWORK DEFENCE LIMITED (REGISTERED NUMBER: 05196257)****BALANCE SHEET  
31 AUGUST 2018**

|  | Notes | 2018<br>£      | £              | 2017<br>£      | £              |
|--|-------|----------------|----------------|----------------|----------------|
| <b>FIXED ASSETS</b>                          |       |                |                |                |                |
| Tangible assets                              | 4     |                | 74,636         |                | 84,828         |
| <b>CURRENT ASSETS</b>                        |       |                |                |                |                |
| Stocks                                       | 5     | 223,105        |                | 270,968        |                |
| Debtors                                      | 6     | 364,276        |                | 401,352        |                |
| Cash at bank                                 |       | <u>112,841</u> |                | <u>142,488</u> |                |
|  |       | 700,222        |                | 814,808        |                |
| <b>CREDITORS</b>                             |       |                |                |                |                |
| Amounts falling due within one year          | 7     | <u>538,805</u> |                | <u>582,213</u> |                |
| <b>NET CURRENT ASSETS</b>                    |       |                | <u>161,417</u> |                | <u>232,595</u> |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       |                | 236,053        |                | 317,423        |
| <b>CREDITORS</b>                             |       |                |                |                |                |
| Amounts falling due after more than one year | 8     |                | (11,314)       |                | -              |
| <b>PROVISIONS FOR LIABILITIES</b>            | 10    |                | <u>(7,632)</u> |                | <u>(8,209)</u> |
| <b>NET ASSETS</b>                            |       |                | <u>217,107</u> |                | <u>309,214</u> |
| <b>CAPITAL AND RESERVES</b>                  |       |                |                |                |                |
| Called up share capital                      | 11    |                | 10             |                | 10             |
| Retained earnings                            |       |                | <u>217,097</u> |                | <u>309,204</u> |
| <b>SHAREHOLDERS' FUNDS</b>                   |       |                | <u>217,107</u> |                | <u>309,214</u> |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2018 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

**COMPUTER NETWORK DEFENCE LIMITED (REGISTERED NUMBER: 05196257)**

**BALANCE SHEET - continued**  
**31 AUGUST 2018**

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 24 January 2019 and were signed on its behalf by:

Mrs A J Cuff - Director

J A Cuff - Director

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2018**

**1. STATUTORY INFORMATION**

Computer Network Defence Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Turnover**

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

|                        |                           |
|------------------------|---------------------------|
| Leasehold improvements | - 25% on cost             |
| Plant and machinery    | - 25% on reducing balance |
| Office equipment       | - 25% on reducing balance |
| Motor vehicles         | - 25% on reducing balance |
| Computer equipment     | - 25% on reducing balance |

**Stocks**

Work in progress is valued at the lower of cost and net realisable value.

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 AUGUST 2018

## 2. ACCOUNTING POLICIES - continued

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

## 3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 13 (2017 - 20) .

## 4. TANGIBLE FIXED ASSETS

|                        | Leasehold<br>improvements<br>£ | Plant and<br>machinery<br>£ | Office<br>equipment<br>£ |
|------------------------|--------------------------------|-----------------------------|--------------------------|
| <b>COST</b>            |                                |                             |                          |
| At 1 September 2017    | 30,448                         | 38,304                      | 21,075                   |
| Additions              | -                              | 4,980                       | -                        |
| At 31 August 2018      | <u>30,448</u>                  | <u>43,284</u>               | <u>21,075</u>            |
| <b>DEPRECIATION</b>    |                                |                             |                          |
| At 1 September 2017    | 20,823                         | 18,877                      | 13,492                   |
| Charge for year        | 6,090                          | 5,788                       | 1,899                    |
| Eliminated on disposal | -                              | -                           | -                        |
| At 31 August 2018      | <u>26,913</u>                  | <u>24,665</u>               | <u>15,391</u>            |
| <b>NET BOOK VALUE</b>  |                                |                             |                          |
| At 31 August 2018      | <u>3,535</u>                   | <u>18,619</u>               | <u>5,684</u>             |
| At 31 August 2017      | <u>9,625</u>                   | <u>19,427</u>               | <u>7,583</u>             |

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 AUGUST 2018

## 4. TANGIBLE FIXED ASSETS - continued

|                        | Motor<br>vehicles<br>£ | Computer<br>equipment<br>£ | Totals<br>£    |
|------------------------|------------------------|----------------------------|----------------|
| <b>COST</b>            |                        |                            |                |
| At 1 September 2017    | 37,320                 | 74,431                     | 201,578        |
| Additions              | 17,440                 | 2,183                      | 24,603         |
| Disposals              | (19,171)               | -                          | (19,171)       |
| At 31 August 2018      | <u>35,589</u>          | <u>76,614</u>              | <u>207,010</u> |
| <b>DEPRECIATION</b>    |                        |                            |                |
| At 1 September 2017    | 10,810                 | 52,748                     | 116,750        |
| Charge for year        | 6,992                  | 5,770                      | 26,539         |
| Eliminated on disposal | (10,915)               | -                          | (10,915)       |
| At 31 August 2018      | <u>6,887</u>           | <u>58,518</u>              | <u>132,374</u> |
| <b>NET BOOK VALUE</b>  |                        |                            |                |
| At 31 August 2018      | <u>28,702</u>          | <u>18,096</u>              | <u>74,636</u>  |
| At 31 August 2017      | <u>26,510</u>          | <u>21,683</u>              | <u>84,828</u>  |

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

|                       | Motor<br>vehicles<br>£ |
|-----------------------|------------------------|
| <b>COST</b>           |                        |
| Additions             | <u>17,440</u>          |
| At 31 August 2018     | <u>17,440</u>          |
| <b>DEPRECIATION</b>   |                        |
| Charge for year       | <u>3,116</u>           |
| At 31 August 2018     | <u>3,116</u>           |
| <b>NET BOOK VALUE</b> |                        |
| At 31 August 2018     | <u>14,324</u>          |

## 5. STOCKS

|                  | 2018<br>£      | 2017<br>£      |
|------------------|----------------|----------------|
| Work-in-progress | <u>223,105</u> | <u>270,968</u> |



NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 AUGUST 2018

## 6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

|                             | 2018           | 2017           |
|-----------------------------|----------------|----------------|
|                             | £              | £              |
| Trade debtors               | 251,410        | 264,876        |
| Directors' current accounts | -              | 10,550         |
| Tax                         | 81,509         | 94,604         |
| Prepayments                 | 31,357         | 31,322         |
|                             | <u>364,276</u> | <u>401,352</u> |

## 7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

|                                      | 2018           | 2017           |
|--------------------------------------|----------------|----------------|
|                                      | £              | £              |
| Hire purchase contracts (see note 9) | 1,335          | -              |
| Trade creditors                      | 258,040        | 259,573        |
| Social security and other taxes      | 16,474         | 20,975         |
| VAT                                  | 40,694         | 28,083         |
| Other creditors                      | 2,257          | 2,277          |
| Factoring current account            | 199,075        | 171,127        |
| Accruals                             | 20,930         | 100,178        |
|                                      | <u>538,805</u> | <u>582,213</u> |

## 8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

|                                      | 2018          | 2017     |
|--------------------------------------|---------------|----------|
|                                      | £             | £        |
| Hire purchase contracts (see note 9) | <u>11,314</u> | <u>-</u> |

## 9. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

|                            | Hire purchase contracts<br>2018 | 2017     |
|----------------------------|---------------------------------|----------|
|                            | £                               | £        |
| Net obligations repayable: |                                 |          |
| Within one year            | 1,335                           | -        |
| Between one and five years | <u>11,314</u>                   | <u>-</u> |
|                            | <u>12,649</u>                   | <u>-</u> |

|                            | Non-cancellable operating<br>leases |                |
|----------------------------|-------------------------------------|----------------|
|                            | 2018                                | 2017           |
|                            | £                                   | £              |
| Within one year            | 39,229                              | 39,229         |
| Between one and five years | <u>37,304</u>                       | <u>76,533</u>  |
|                            | <u>76,533</u>                       | <u>115,762</u> |

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 AUGUST 2018

## 10. PROVISIONS FOR LIABILITIES

|  | 2018         | 2017         |
|--|--------------|--------------|
|  | £            | £            |
| Deferred tax                           | <u>7,632</u> | <u>8,209</u> |
|  |              | Deferred tax |
|  |              | £            |
| Balance at 1 September 2017            |              | 8,209        |
| Credit to Income Statement during year |              | <u>(577)</u> |
| Balance at 31 August 2018              |              | <u>7,632</u> |

## 11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

| Number: | Class:   | Nominal value: | 2018      | 2017      |
|---------|----------|----------------|-----------|-----------|
|         |          |                | £         | £         |
| 10      | Ordinary | 1              | <u>10</u> | <u>10</u> |

## 12. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 31 August 2018 and 31 August 2017:

|                                      | 2018     | 2017          |
|--------------------------------------|----------|---------------|
|                                      | £        | £             |
| <b>Mrs A J Cuff and J A Cuff</b>     |          |               |
| Balance outstanding at start of year | 10,550   | 16,550        |
| Amounts repaid                       | (10,550) | (6,000)       |
| Amounts written off                  | -        | -             |
| Amounts waived                       | -        | -             |
| Balance outstanding at end of year   | <u>-</u> | <u>10,550</u> |

## 13. ULTIMATE CONTROLLING PARTY

The company is under the ultimate control of the directors who act in concert.

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.