

**REPORT OF THE DIRECTOR AND  
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2016  
FOR  
P K PRODUCE LIMITED**

TUESDAY



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COMPANIES HOUSE

**P K PRODUCE LIMITED**

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FOR THE YEAR ENDED 30 SEPTEMBER 2016**

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**P K PRODUCE LIMITED**  
**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2016**

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**DIRECTOR:** P Kingsland

**REGISTERED OFFICE:** Wood House 58 North Street  
Biddenden  
Ashford  
Kent  
TN27 8AS

**REGISTERED NUMBER:** 05218735 (England and Wales)

**ACCOUNTANTS:** Crowe Clark Whitehill LLP  
4 Mount Ephraim Road  
Tunbridge Wells  
Kent  
TN1 1EE

**P K PRODUCE LIMITED**

**REPORT OF THE DIRECTOR  
FOR THE YEAR ENDED 30 SEPTEMBER 2016**

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The director presents his report with the financial statements of the company for the year ended 30 September 2016.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of the distribution of fruit and vegetables.

**GOING CONCERN**

Accounting standards require the director to consider the appropriateness of the going concern basis when preparing the financial statements. The director confirms that he considers that the going concern basis remains appropriate. The director believes that the company has sufficient resources to continue in operational existence for the foreseeable future. The director believes this to be the case as the company has positive reserves, cash balances and no significant long term liabilities. Thus he continues to adopt the going concern basis of accounting in preparing the annual financial statements.

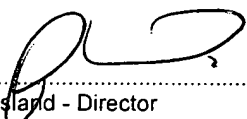
**DIRECTOR**

P Kingsland held office during the whole of the period from 1 October 2015 to the date of this report.

During the prior year, pursuant to Sections 610 and 733 of the Companies Act 2006, the company undertook a capital reduction during the year resulting in the transfer of the share premium account to distributable reserves. Following the capital reduction, the company repurchased 150 Ordinary £1.00 shares in accordance with Part 17, Chapter 5 of the Act.

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

**ON BEHALF OF THE BOARD:**

  
.....  
P Kingsland - Director

Date: 31/10/16 .....

**CHARTERED ACCOUNTANTS' REPORT TO THE DIRECTOR  
ON THE UNAUDITED FINANCIAL STATEMENTS OF  
P K PRODUCE LIMITED**

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In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of P K Produce Limited for the year ended 30 September 2016 which comprise the profit and loss account, the balance sheet and the related notes from the company's accounting records and from information and explanations you have given to us.

As a 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/regulations](http://icaew.com/regulations).

This report is made solely to the director of P K Produce Limited in accordance with the terms of our engagement letter dated 29 October 2013. Our work has been undertaken solely to prepare for your approval the financial statements of P K Produce Limited and state those matters that we have agreed to state to the director of P K Produce Limited in this report in accordance with AAF 7/16 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 P K Produce Limited and its director for our work or for this report.

It is your duty to ensure that P K Produce Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the company's assets, liabilities, financial position and profit. You consider that P K Produce Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or review of the financial statements of P K Produce Limited. 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 financial statements.

*Crowe Clark Whitehill LLP*

Crowe Clark Whitehill LLP  
4 Mount Ephraim Road  
Tunbridge Wells  
Kent  
TN1 1EE

Date: 31/10/16

**P K PRODUCE LIMITED**

**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 30 SEPTEMBER 2016**

		<b>2016</b>		<b>2015</b>	
	<b>Notes</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>TURNOVER</b>			2,493,180		2,241,237
Cost of sales			2,323,882		2,083,796
<b>GROSS PROFIT</b>			169,298		157,441
Distribution costs		1,075		3,482	
Administrative expenses		105,231		114,688	
			106,306		118,170
<b>OPERATING PROFIT</b>	<b>2</b>		62,992		39,271
Interest receivable and similar income			-		1,059
			62,992		40,330
Interest payable and similar charges			8,733		9,147
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>			54,259		31,183
Tax on profit on ordinary activities	<b>3</b>		22,520		4
<b>PROFIT FOR THE FINANCIAL YEAR</b>			31,739		31,179

The notes form part of these financial statements

**BALANCE SHEET  
30 SEPTEMBER 2016**

	Notes	2016 £	2015 £
<b>FIXED ASSETS</b>			
Tangible assets	5	190,699	221,804
<b>CURRENT ASSETS</b>			
Stocks		21,040	18,025
Debtors	6	234,639	225,840
Cash at bank and in hand		34,751	27,917
		<u>290,430</u>	<u>271,782</u>
<b>CREDITORS</b>			
Amounts falling due within one year	7	<u>296,085</u>	<u>288,958</u>
<b>NET CURRENT LIABILITIES</b>		<u>(5,655)</u>	<u>(17,176)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		185,044	204,628
<b>CREDITORS</b>			
Amounts falling due after more than one year	8	(73,786)	(117,629)
<b>PROVISIONS FOR LIABILITIES</b>	9	<u>(22,520)</u>	<u>-</u>
<b>NET ASSETS</b>		<u>88,738</u>	<u>86,999</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	10	850	850
Capital redemption reserve	11	150	150
Profit and loss account	11	87,738	85,999
<b>SHAREHOLDERS' FUNDS</b>		<u>88,738</u>	<u>86,999</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 September 2016.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2016 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) 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.

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved by the director on 31/10/16 and were signed by:

  
P Kingsland - Director

The notes form part of these financial statements

## P K PRODUCE LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2016

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#### 1. ACCOUNTING POLICIES

##### **Basis of preparing the financial statements**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

##### **Going concern**

Accounting standards require the director to consider the appropriateness of the going concern basis when preparing the financial statements. The director confirms that he considers that the going concern basis remains appropriate. The director believes that the Company has sufficient resources to continue in operational existence for the foreseeable future. The director believes this to be the case as the Company has positive reserves, cash balances and no significant long term liabilities. Thus he continues to adopt the going concern basis of accounting in preparing the annual financial statements.

##### **Turnover**

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

Revenue is recognised when goods are delivered to customers.

##### **Tangible fixed assets**

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

Leasehold land & buildings	- 5% on cost
Plant and machinery	- 20% on cost and 15% on cost
Fixtures and fittings	- 15% on cost
Motor vehicles	- 20% on cost

##### **Stocks**

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks.

##### **Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

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

The company charges pension contributions to the profit and loss account in the year in which they are made. The defined contribution pension scheme is an exempt approved scheme under the terms of the income and Corporation Taxes Act 1988 and provides retirement and death benefit for certain employees of the company.

##### **Operating lease commitments**

Rentals under operating leases are charged to the Profit and loss account on a straight line basis over the lease term.



**P K PRODUCE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2016**

**2. OPERATING PROFIT**

The operating profit is stated after charging/(crediting):

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Depreciation - owned assets	34,478	29,700
Depreciation - assets on hire purchase contracts	35,812	34,166
Profit on disposal of fixed assets	(6,800)	(264)
Pension costs	691	-
	<u>42,395</u>	<u>46,612</u>
Director's remuneration and other benefits etc	<u>42,395</u>	<u>46,612</u>

**3. TAXATION**

**Analysis of the tax charge**

The tax charge on the profit on ordinary activities for the year was as follows:

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Current tax:		
UK corporation tax	-	4
Deferred tax	22,520	-
Tax on profit on ordinary activities	<u>22,520</u>	<u>4</u>

**4. DIVIDENDS**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Ordinary shares of 1 each		
Final	<u>30,000</u>	<u>25,000</u>

**5. TANGIBLE FIXED ASSETS**

	<b>Leasehold land &amp; buildings £</b>	<b>Plant and machinery £</b>	<b>Fixtures and fittings £</b>	<b>Motor vehicles £</b>	<b>Totals £</b>
<b>COST</b>					
At 1 October 2015	22,994	36,688	38,868	341,092	439,642
Additions	-	1,269	444	37,472	39,185
Disposals	-	-	-	(40,700)	(40,700)
At 30 September 2016	<u>22,994</u>	<u>37,957</u>	<u>39,312</u>	<u>337,864</u>	<u>438,127</u>
<b>DEPRECIATION</b>					
At 1 October 2015	10,360	32,069	25,464	149,945	217,838
Charge for year	1,150	1,674	4,130	63,336	70,290
Eliminated on disposal	-	-	-	(40,700)	(40,700)
At 30 September 2016	<u>11,510</u>	<u>33,743</u>	<u>29,594</u>	<u>172,581</u>	<u>247,428</u>
<b>NET BOOK VALUE</b>					
At 30 September 2016	<u>11,484</u>	<u>4,214</u>	<u>9,718</u>	<u>165,283</u>	<u>190,699</u>
At 30 September 2015	<u>12,634</u>	<u>4,619</u>	<u>13,404</u>	<u>191,147</u>	<u>221,804</u>

NBV of fixed assets, included in the above, which are held under hire purchase contracts are £140,905 (2015 - £176,133).

**P K PRODUCE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2016**

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

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Trade debtors	217,780	200,378
Other debtors	16,859	25,462
	<u>234,639</u>	<u>225,840</u>

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

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Hire purchase contracts	45,696	63,053
Trade creditors	235,201	214,452
Taxation and social security	10,340	6,274
Other creditors	4,848	5,179
	<u>296,085</u>	<u>288,958</u>

Liabilities for hire purchase contracts are secured upon the assets to which they relate.

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

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Hire purchase contracts	61,885	73,709
Other creditors	11,901	43,920
	<u>73,786</u>	<u>117,629</u>

**9. PROVISIONS FOR LIABILITIES**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Deferred tax	<u>22,520</u>	<u>-</u>
		<b>Deferred tax</b>
		<b>£</b>
Provided during year		<u>22,520</u>
Balance at 30 September 2016		<u>22,520</u>

**10. CALLED UP SHARE CAPITAL**

**Allotted, issued and fully paid:**

Number:	Class:	Nominal value:	<b>2016</b>	<b>2015</b>
			<b>£</b>	<b>£</b>
850	Ordinary	1	<u>850</u>	<u>850</u>

The company repurchased 150 shares last year.

**P K PRODUCE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2016**

**11. RESERVES**

	<b>Profit and loss account £</b>	<b>Capital redemption reserve £</b>	<b>Totals £</b>
At 1 October 2015	85,999	150	86,149
Profit for the year	31,739		31,739
Dividends	(30,000)		(30,000)
At 30 September 2016	<u>87,738</u>	<u>150</u>	<u>87,888</u>

During the prior year, pursuant to Sections 610 and 733 of the Companies Act 2006, the company undertook a capital reduction resulting in the transfer of the share premium account to distributable reserves. Following the capital reduction, the company repurchased 150 Ordinary £1.00 shares in accordance with Part 17, Capital 5 of the Act.

**12. RELATED PARTY DISCLOSURES**

The premises in North Street, Biddenden is leased from pension scheme. A rental of £18,425 (2015 £12,600) per annum is charged on this property.

P K Pantry Limited, a company under common control, owed the company £3,186 (2015: £5,186).