

**REGISTERED NUMBER: 05458142 (England and Wales)**

**Tema Engineering Limited**

**Audited Financial Statements for the Year Ended 31 March 2017**



Haines Watts Wales LLP, Statutory Auditors  
7 Neptune Court  
Vanguard Way  
Cardiff  
CF24 5PJ

**Contents of the Financial Statements  
for the Year Ended 31 March 2017**

	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Balance Sheet</b>	<b>2</b>
<b>Notes to the Financial Statements</b>	<b>3</b>

**Tema Engineering Limited**  
**Company Information**  
**for the Year Ended 31 March 2017**

**Directors:**

Mr M Donovan  
Mr K James  
Mr A Marinos

**Registered office:**

Coleridge Road  
Leckwith Industrial Estate  
CARDIFF  
CF11 8BT

**Registered number:**

05458142 (England and Wales)

**Auditors:**

Haines Watts Wales LLP, Statutory Auditors  
7 Neptune Court  
Vanguard Way  
Cardiff  
CF24 5PJ

**Balance Sheet**  
**31 March 2017**

	Notes	2017 £	2016 £
<b>Fixed assets</b>			
Intangible assets	4	-	-
Tangible assets	5	160,605	255,586
		<u>160,605</u>	<u>255,586</u>
<b>Current assets</b>			
Stocks		56,015	49,557
Debtors	6	1,477,656	1,261,350
Cash at bank and in hand		145,428	93,940
		<u>1,679,099</u>	<u>1,404,847</u>
<b>Creditors</b>			
Amounts falling due within one year	7	(1,061,601)	(909,951)
<b>Net current assets</b>		<u>617,498</u>	<u>494,896</u>
<b>Total assets less current liabilities</b>		<u>778,103</u>	<u>750,482</u>
<b>Creditors</b>			
Amounts falling due after more than one year	8	(2,717)	(28,618)
<b>Provisions for liabilities</b>		<u>(13,438)</u>	<u>(21,172)</u>
<b>Net assets</b>		<u><u>761,948</u></u>	<u><u>700,692</u></u>
<b>Capital and reserves</b>			
Called up share capital		1	1
Retained earnings		761,947	700,691
<b>Shareholders' funds</b>		<u><u>761,948</u></u>	<u><u>700,692</u></u>

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 22-12-17 and were signed on its behalf by:

  
.....  
Mr M Donovan - Director

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

**1. Statutory information**

Tema Engineering 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 represents amounts derived from the provision of goods and services which fall within the company's ordinary activities after deduction of trade discounts and value added tax.

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. Revenue represents income recognised in respect of services provided during the period.

**Goodwill**

Positive goodwill is capitalised, classified as an asset on the balance sheet and amortised on a straight line basis over its useful economic life. It is reviewed for impairment at the end of the first full year following acquisition and in other periods if events or changes in circumstances indicate that the carrying value may not be recoverable.

Goodwill is being amortised evenly over its estimated useful life of 1 year.

**Intangible assets**

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

**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.

Improvements to property	- Straight line over the lease term
Plant and machinery	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance

**Work in progress and long-term contracts**

Work in progress is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

When the outcome of a transaction involving long-term contracts can be estimated reliably, revenue is recognised by reference to the stage of completion of the transaction at the end of the reporting period. Turnover is calculated as the proportion of total contract value which costs incurred to date bear to total expected costs for that contract.

When the outcome of a long-term contract cannot be estimated reliably, revenue has been recognised equal to the costs incurred as it is probable that the costs will be recovered. Recoverable costs are recognised as a debtor on the balance sheet. Full provision is made for losses on contracts in the year in which they are foreseen.

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2017**

**2. Accounting policies - continued**

**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.

**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.

**3. Employees and directors**

The average number of employees during the year was 44 (2016 - 70).

**4. Intangible fixed assets**

	Goodwill £
<b>Cost</b>	
At 1 April 2016	
and 31 March 2017	1
	<hr/>
<b>Amortisation</b>	
At 1 April 2016	
and 31 March 2017	1
	<hr/>
<b>Net book value</b>	
At 31 March 2017	-
	<hr/> <hr/>
At 31 March 2016	-
	<hr/> <hr/>

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

5. **Tangible fixed assets**

	Plant and machinery etc £
<b>Cost</b>	
At 1 April 2016	766,665
Additions	6,366
Disposals	(57,349)
	<hr/>
At 31 March 2017	715,682
<b>Depreciation</b>	
At 1 April 2016	511,079
Charge for year	62,415
Eliminated on disposal	(18,417)
	<hr/>
At 31 March 2017	555,077
<b>Net book value</b>	
At 31 March 2017	<hr/> 160,605 <hr/>
At 31 March 2016	<hr/> 255,586 <hr/>

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

	Plant and machinery etc £
<b>Cost</b>	
At 1 April 2016	185,552
Disposals	(36,095)
	<hr/>
At 31 March 2017	149,457
<b>Depreciation</b>	
At 1 April 2016	63,783
Charge for year	27,035
Eliminated on disposal	(9,118)
	<hr/>
At 31 March 2017	81,700
<b>Net book value</b>	
At 31 March 2017	<hr/> 67,757 <hr/>
At 31 March 2016	<hr/> 121,769 <hr/>

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2017**

**6. Debtors: amounts falling due within one year**

	2017	2016
	£	£
Trade debtors	895,031	498,208
Amounts owed by group undertakings	431,596	618,399
Amounts recoverable on contract	112,598	3,192
Other debtors	38,431	141,551
	<u>1,477,656</u>	<u>1,261,350</u>

**7. Creditors: amounts falling due within one year**

	2017	2016
	£	£
Hire purchase contracts	12,434	46,471
Trade creditors	435,305	530,164
Amounts owed to group undertakings	-	180,000
Taxation and social security	69,828	73,786
Other creditors	544,034	79,530
	<u>1,061,601</u>	<u>909,951</u>

**8. Creditors: amounts falling due after more than one year**

	2017	2016
	£	£
Hire purchase contracts	<u>2,717</u>	<u>28,618</u>

**9. Secured debts**

The bank facility is secured by an unlimited Debenture dated 07/07/2009 incorporating a fixed and floating charge.

Hire Purchase creditors are secured against the assets to which they relate.

**10. Disclosure under Section 444(5B) of the Companies Act 2006**

The Report of the Auditors was unqualified.

Stephen Lucey (Senior Statutory Auditor)  
for and on behalf of Haines Watts Wales LLP, Statutory Auditors

**11. Related party disclosures**

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

**Companies under common control**

During the year the company made recharges of £285,258 (2016: £273,112). The company also made sales of £128,159 (2016: £11,095) and purchases of £391,295 (2016: £684,859).

	2017	2016
	£	£
Amount due to related party at the balance sheet date	<u>62,146</u>	<u>79,411</u>



**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2017**

**12. Ultimate controlling party**

The ultimate controlling party is Mr M Donovan.

The company is controlled by Penarth Industrial Services Limited who hold 100% of the issued share capital.