

Report of the Directors and

Unaudited Financial Statements for the Year Ended 31 August 2013

for

Mikom Systems Ltd

Contents of the Financial Statements
for the Year Ended 31 August 2013

	Page
Company Information	1
Report of the Directors	2
Profit and Loss Account	3
Balance Sheet	4
Notes to the Financial Statements	5

Mikom Systems Ltd
Company Information
for the Year Ended 31 August 2013

DIRECTORS:

M Durkin
J H Durkin

SECRETARY:

Mrs G Durkin

REGISTERED OFFICE:

110 Parkgate
Darlington
Co. Durham
DL1 1RX

REGISTERED NUMBER:

05536932 (England and Wales)

ACCOUNTANTS:

Blaeford Richardson
Victoria Building
14 Elwin Lane
Darlington
Co. Durham
DL1 5RX

SOLICITORS:

Close Thornton
2 Duke Street
Darlington
Co Durham
DL3 7AB

Report of the Directors
for the Year Ended 31 August 2013

The directors present their report with the financial statements of the company for the year ended 31 August 2013.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of retail and repair of computer systems and network installations

DIRECTORS

The directors shown below have held office during the whole of the period from 1 September 2012 to the date of this report.

M Durkin

J H Durkin

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

ON BEHALF OF THE BOARD:

J H Durkin - Director

29 May 2014

Profit and Loss Account
for the Year Ended 31 August 2013

	Notes	31.8.13 £	31.8.12 £
TURNOVER		40,225	33,596
Cost of sales		<u>23,871</u>	<u>21,257</u>
GROSS PROFIT		16,354	12,339
Administrative expenses		<u>19,571</u> (3,217)	<u>19,263</u> (6,924)
Other operating income		<u>3,348</u>	<u>-</u>
OPERATING PROFIT/(LOSS)	2	<u>131</u>	<u>(6,924)</u>
Interest payable and similar charges		<u>1,953</u>	<u>2,112</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(1,822)	(9,036)
Tax on loss on ordinary activities	3	<u>-</u>	<u>-</u>
LOSS FOR THE FINANCIAL YEAR		<u>(1,822)</u>	<u>(9,036)</u>

The notes form part of these financial statements

Balance Sheet
31 August 2013

	Notes	31.8.13 £	£	31.8.12 £	£
FIXED ASSETS					
Intangible assets	4		18,000		19,500
Tangible assets	5		<u>92,487</u>		<u>93,530</u>
			110,487		113,030
CURRENT ASSETS					
Stocks		550		1,000	
Debtors	6	864		70	
Cash in hand		<u>78</u>		<u>287</u>	
		1,492		1,357	
CREDITORS					
Amounts falling due within one year	7	<u>131,377</u>		<u>131,963</u>	
NET CURRENT LIABILITIES			<u>(129,885)</u>		<u>(130,606)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(19,398)</u>		<u>(17,576)</u>
CAPITAL AND RESERVES					
Called up share capital	9		100		100
Profit and loss account	10		<u>(19,498)</u>		<u>(17,676)</u>
SHAREHOLDERS' FUNDS			<u>(19,398)</u>		<u>(17,576)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2013.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2013 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
- (b) 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 special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the Board of Directors on 29 May 2014 and were signed on its behalf by:

J H Durkin - Director

The notes form part of these financial statements

Notes to the Financial Statements
for the Year Ended 31 August 2013

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2005, is being amortised evenly over its estimated useful life of thirty years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 1% on cost
Fixtures and fittings	- 10% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 50% on cost

Stocks

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

Deferred tax

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

Hire purchase and leasing commitments

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

2. OPERATING PROFIT/(LOSS)

The operating profit (2012 - operating loss) is stated after charging:

	31.8.13	31.8.12
	£	£
Depreciation - owned assets	1,349	1,419
Goodwill amortisation	<u>1,500</u>	<u>4,500</u>
Directors' remuneration and other benefits etc	<u>-</u>	<u>-</u>

3. TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 31 August 2013 nor for the year ended 31 August 2012.

Notes to the Financial Statements - continued
for the Year Ended 31 August 2013

4. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 September 2012	
and 31 August 2013	<u>30,000</u>
AMORTISATION	
At 1 September 2012	10,500
Charge for year	<u>1,500</u>
At 31 August 2013	<u>12,000</u>
NET BOOK VALUE	
At 31 August 2013	<u>18,000</u>
At 31 August 2012	<u>19,500</u>

5. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 September 2012	95,379	1,553	2,000	1,000	99,932
Additions	-	306	-	-	306
At 31 August 2013	<u>95,379</u>	<u>1,859</u>	<u>2,000</u>	<u>1,000</u>	<u>100,238</u>
DEPRECIATION					
At 1 September 2012	3,801	726	875	1,000	6,402
Charge for year	954	114	281	-	1,349
At 31 August 2013	<u>4,755</u>	<u>840</u>	<u>1,156</u>	<u>1,000</u>	<u>7,751</u>
NET BOOK VALUE					
At 31 August 2013	<u>90,624</u>	<u>1,019</u>	<u>844</u>	<u>-</u>	<u>92,487</u>
At 31 August 2012	<u>91,578</u>	<u>827</u>	<u>1,125</u>	<u>-</u>	<u>93,530</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.13 £	31.8.12 £
Trade debtors	864	-
Prepayments	<u>-</u>	<u>70</u>
	<u>864</u>	<u>70</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2013

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.13	31.8.12
	£	£
Bank loans and overdrafts	47,801	57,704
Trade creditors	436	1,929
Other creditors	6,425	5,010
Directors' current accounts	76,043	66,771
Accrued expenses	672	549
	<u>131,377</u>	<u>131,963</u>

8. SECURED DEBTS

The following secured debts are included within creditors:

	31.8.13	31.8.12
	£	£
Bank overdrafts	894	6,870
Bank loans	46,907	50,834
	<u>47,801</u>	<u>57,704</u>

The company has a £10000 overdraft facility with Yorkshire Bank, this is secured on the business premises at 110 Parkgate, Darlington, Co Durham

9. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.8.13	31.8.12
			£	£
100	Ordinary	1	<u>100</u>	<u>100</u>

10. RESERVES

	Profit and loss account £
At 1 September 2012	(17,676)
Deficit for the year	<u>(1,822)</u>
At 31 August 2013	<u>(19,498)</u>

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.