

K.B. Spigot Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 July 2017

Stubbs Parkin
Chartered Accountants
55 Hoghton Street
Southport
Merseyside
PR9 0PG

K.B. Spigot Limited

Contents

Balance Sheet	<u>1</u> to <u>2</u>
Notes to the Financial Statements	<u>3</u> to <u>8</u>

K.B. Spigot Limited

(Registration number: 06299272)

Balance Sheet as at 31 July 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	<u>4</u>	506,019	441,213
Current assets			
Stocks	<u>5</u>	220,910	241,445
Debtors	<u>6</u>	399,716	382,022
Cash at bank and in hand		<u>44,004</u>	<u>113,494</u>
		664,630	736,961
Creditors: Amounts falling due within one year	<u>7</u>	<u>(705,461)</u>	<u>(786,856)</u>
Net current liabilities		<u>(40,831)</u>	<u>(49,895)</u>
Total assets less current liabilities		465,188	391,318
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>(20,000)</u>	<u>(21,089)</u>
Net assets		<u>445,188</u>	<u>370,229</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		<u>445,088</u>	<u>370,129</u>
Total equity		<u>445,188</u>	<u>370,229</u>

For the financial year ending 31 July 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.

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 3 to 8 form an integral part of these financial statements.

K.B. Spigot Limited

(Registration number: 06299272)

Balance Sheet as at 31 July 2017

Approved and authorised by the Board on 12 April 2018 and signed on its behalf by:

.....

Mrs KA Voy

Director

.....

Mr K R Burke

Director

The notes on pages 3 to 8 form an integral part of these financial statements.
Page 2

K.B. Spigot Limited

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

1 General information

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:

55 Houghton Street
Southport
Merseyside
PR9 0PG
United Kingdom

The principal place of business is:

Spigot Lodge
Coverham
Middleham
Leyburn
North Yorkshire
DL8 4TL

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.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

K.B. Spigot Limited

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

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
Land and buildings	5% reducing balance
Fixtures and equipment	25% reducing balance
Vehicles and horseboxes	20% reducing balance

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.

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.

K.B. Spigot Limited

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

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.

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

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.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 25 (2016 - 25).

K.B. Spigot Limited

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

4 Tangible assets

	Long leasehold land and buildings £	Fixtures and fittings £	Motor vehicles £	Total £
Cost or valuation				
At 1 August 2016	288,160	139,444	178,085	605,689
Additions	106,076	12,539	-	118,615
At 31 July 2017	394,236	151,983	178,085	724,304
Depreciation				
At 1 August 2016	36,900	60,845	66,731	164,476
Charge for the year	17,867	13,671	22,271	53,809
At 31 July 2017	54,767	74,516	89,002	218,285
Carrying amount				
At 31 July 2017	339,469	77,467	89,083	506,019
At 31 July 2016	251,260	78,599	111,354	441,213

Included within the net book value of land and buildings above is £339,469 (2016 - £251,260) in respect of long leasehold land and buildings.

5 Stocks

	2017 £	2016 £
Finished goods and goods for resale	220,910	241,445

6 Debtors

	2017 £	2016 £
Trade debtors	376,378	364,090
Other debtors	23,338	17,932
Total current trade and other debtors	399,716	382,022

K.B. Spigot Limited

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

7 Creditors

Creditors: amounts falling due within one year

	Note	2017 £	2016 £
Due within one year			
Bank loans and overdrafts	<u>9</u>	39,967	39,146
Trade creditors		264,507	229,475
Amounts owed to related parties	<u>10</u>	206,806	315,090
Taxation and social security		130,624	124,962
Other creditors		63,557	78,183
		705,461	786,856

Due after one year

Loans and borrowings	<u>9</u>	20,000	21,089
----------------------	----------	--------	--------

Creditors: amounts falling due after more than one year

	Note	2017 £	2016 £
Due after one year			
Loans and borrowings	<u>9</u>	20,000	21,089

8 Share capital

Allotted, called up and fully paid shares

	2017		2016	
	No.	£	No.	£
Ordinary shares of £1 each	100	100	100	100
		100	100	100

9 Loans and borrowings

		2017 £	2016 £
Non-current loans and borrowings			
Finance lease liabilities		20,000	21,089

K.B. Spigot Limited

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

	2017 £	2016 £
Current loans and borrowings		
Finance lease liabilities	39,967	39,146

10 Related party transactions

Transactions with directors

	At 1 August 2016 £	Advances to directors £	At 31 July 2017 £
2017			
Mr K R Burke			
Directors loan account	315,090	(108,283)	206,807

	At 1 August 2015 £	Repayments by director £	At 31 July 2016 £
2016			
Mr K R Burke			
Directors loan account	276,699	38,391	315,090

11 Transition to FRS 102

These are the company's first financial statements under FRS 102 Section 1A. The company's date of transition was 1 August 2016, with the financial statements for the year ended 31 July 2016 being the last financial statements prepared under the previous accounting framework.

The policies applied under the company's previous accounting framework are not materially different to FRS102 Section 1A and have not impacted on equity or profit and loss.

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.