

REGISTERED NUMBER: 06374255 (England and Wales)

Unaudited Financial Statements
for the Period 1 July 2016 to 31 December 2017
for
Ovik Solutions Limited

Contents of the Financial Statements
for the Period 1 July 2016 to 31 December 2017

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	4

Ovik Solutions Limited

Company Information

for the Period 1 July 2016 to 31 December 2017

DIRECTORS:

J P Hermer
D J Hermer

REGISTERED OFFICE:

Senate Court
Southernhay Gardens
Exeter
Devon
EX1 1NT

REGISTERED NUMBER:

06374255 (England and Wales)

ACCOUNTANTS:

Prydis Accounts Limited
Chartered Accountants
Senate Court
Southernhay Gardens
Exeter
Devon
EX1 1NT

Balance Sheet
31 December 2017

	Notes	31.12.17 £	£	30.6.16 £	£
FIXED ASSETS					
Tangible assets	4		<u>593,578</u>		<u>628,040</u>
			593,578		628,040
CURRENT ASSETS					
Debtors	5	240,211		638,049	
Cash at bank and in hand		<u>3,642</u>		<u>407</u>	
		243,853		638,456	
CREDITORS					
Amounts falling due within one year	6	<u>258,899</u>		<u>518,063</u>	
NET CURRENT (LIABILITIES)/ASSETS			<u>(15,046)</u>		<u>120,393</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			578,532		748,433
CREDITORS					
Amounts falling due after more than one year	7		(272,099)		(449,703)
PROVISIONS FOR LIABILITIES			<u>(13,428)</u>		<u>(9,170)</u>
NET ASSETS			<u>293,005</u>		<u>289,560</u>
CAPITAL AND RESERVES					
Called up share capital			125		125
Share premium			226,975		226,975
Retained earnings			<u>65,905</u>		<u>62,460</u>
			<u>293,005</u>		<u>289,560</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the period ended 31 December 2017.

The members have not required the company to obtain an audit of its financial statements for the period ended 31 December 2017 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)

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 Profit and loss account has not been delivered.

The financial statements were approved by the Board of Directors on 30 October 2018 and were signed on its behalf by:

D J Hermer - Director

J P Hermer - Director

Notes to the Financial Statements
for the Period 1 July 2016 to 31 December 2017

1. **STATUTORY INFORMATION**

Ovik Solutions 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.

The directors have reviewed the company's forecasts and finance facilities and believe that despite the negative balance sheet, with their ongoing support, the company will manage its business risks successfully and will continue in operational existence for the foreseeable future. For this reason the accounts have been prepared on the going concern basis.

Turnover

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

When the outcome of a construction contract can be estimated reliably, contract revenue and contract costs are recognised as revenue and expenses respectively by reference to the stage of completion of the contract activity at the balance sheet date ('percentage-of-completion method'). When the outcome of a construction contract cannot be estimated reliably, contract revenue is recognised to the extent of contract costs incurred that are likely to be recoverable. When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised as an expense immediately.

Contract revenue comprises the initial amount of revenue agreed in the contract and variations in the contract work and claims that can be measured reliably. A variation or a claim is recognised as contract revenue when it is probable that the customer will approve the variation or negotiations have reached an advanced stage such that it is probable that the customer will accept the claim.

The stage of completion is measured by reference to the ratio of contract costs incurred to date to the estimated total costs for the contract. Costs incurred during the financial year in connection with future activity on a contract are excluded from the costs incurred to date when determining the stage of completion of a contract. Such costs are shown as construction contract work-in-progress on the balance sheet unless it is not probable that such contract costs are recoverable from the customers, in which case, such costs are recognised as an expense immediately.

At the balance sheet date, the cumulative costs incurred plus recognised profit (less recognised loss) on each contract is compared against the progress billings. Where the cumulative costs incurred plus the recognised profits (less recognised losses) exceed progress billings, the balance is presented as due from customers on construction contracts within 'trade and other receivables'. Where progress billings exceed the cumulative costs incurred plus recognised profits (less recognised losses), the balance is presented as due to customers on construction contracts within 'trade and other payables'.

Progress billings not yet paid by customers and retentions by customers are included within 'trade and other receivables'. Advances received are included within 'trade and other payables'.

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	- 2% on cost
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 33% on cost

Freehold property is shown at the most recent valuation. Any aggregate surplus or deficit from changes in market value is shown within other comprehensive income and transferred to the profit and loss account.

Notes to the Financial Statements - continued
for the Period 1 July 2016 to 31 December 2017

2. **ACCOUNTING POLICIES - continued**

Taxation

Taxation for the period comprises current and deferred tax. Tax is recognised in the Profit and loss account, 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 period 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

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.

Presentation currency

The financial statements are presented in Pound Sterling

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the period was 15 (2016 - 19) .

4. **TANGIBLE FIXED ASSETS**

	Freehold property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 July 2016	586,911	35,305	22,704
Additions	-	-	814
At 31 December 2017	<u>586,911</u>	<u>35,305</u>	<u>23,518</u>
DEPRECIATION			
At 1 July 2016	3,584	16,457	19,439
Charge for period	<u>17,608</u>	<u>7,069</u>	<u>1,529</u>
At 31 December 2017	<u>21,192</u>	<u>23,526</u>	<u>20,968</u>
NET BOOK VALUE			
At 31 December 2017	<u>565,719</u>	<u>11,779</u>	<u>2,550</u>
At 30 June 2016	<u>583,327</u>	<u>18,848</u>	<u>3,265</u>

Notes to the Financial Statements - continued
for the Period 1 July 2016 to 31 December 2017

4. **TANGIBLE FIXED ASSETS - continued**

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 July 2016	45,450	14,897	705,267
Additions	-	430	1,244
At 31 December 2017	45,450	15,327	706,511
DEPRECIATION			
At 1 July 2016	24,483	13,264	77,227
Charge for period	7,863	1,637	35,706
At 31 December 2017	32,346	14,901	112,933
NET BOOK VALUE			
At 31 December 2017	13,104	426	593,578
At 30 June 2016	20,967	1,633	628,040

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

	31.12.17 £	30.6.16 £
Trade debtors	80,960	107,892
Amounts recoverable on contract	89,618	469,350
Other debtors	-	349
Directors' loan accounts	53,860	44,820
Tax	14,469	12,499
Prepayments	1,304	3,139
	<u>240,211</u>	<u>638,049</u>

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

	31.12.17 £	30.6.16 £
Bank loans and overdrafts (see note 8)	22,157	100,632
Other loans (see note 8)	91,188	167,626
Hire purchase contracts	4,236	3,997
Trade creditors	67,031	186,801
Corporation Tax	3,212	12,236
Social security and other taxes	15,937	10,927
VAT	49,781	24,371
Other creditors	5,357	7,737
Accrued expenses	-	3,736
	<u>258,899</u>	<u>518,063</u>

Notes to the Financial Statements - continued
for the Period 1 July 2016 to 31 December 2017

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

	31.12.17	30.6.16
	£	£
Bank loans (see note 8)	225,195	258,133
Other loans (see note 8)	37,253	175,530
Hire purchase contracts	9,651	16,040
	<u>272,099</u>	<u>449,703</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more 5 yr by instal	<u>73,991</u>	<u>166,158</u>

8. **LOANS**

An analysis of the maturity of loans is given below:

	31.12.17	30.6.16
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	-	79,646
Bank loans	22,157	20,986
Other loan - Loan	91,188	167,626
	<u>113,345</u>	<u>268,258</u>

Amounts falling due between one and two years:

Bank loans - 1-2 years	46,797	21,760
Other loans - 1-2 yrs	29,512	96,948
	<u>76,309</u>	<u>118,708</u>

Amounts falling due between two and five years:

Bank loans - 2-5 years	104,407	70,215
Other loans - 2-5 yrs	7,741	78,582
	<u>112,148</u>	<u>148,797</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more 5 yr by instal	<u>73,991</u>	<u>166,158</u>

Notes to the Financial Statements - continued
for the Period 1 July 2016 to 31 December 2017

9. **SECURED DEBTS**

The following secured debts are included within creditors:

	31.12.17	30.6.16
	£	£
Bank overdraft	-	79,646
Bank loans	247,352	279,119
Other loan - Loan	128,441	-
	-	135,586
	<u>375,793</u>	<u>494,351</u>

The above are secured by way of fixed and floating charge over the company assets.

The directors D Hermer and J Hermer have both provided personal guarantees against Other Loans.

10. **DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

The following advances and credits to directors subsisted during the period ended 31 December 2017 and the year ended 30 June 2016:

	31.12.17	30.6.16
	£	£
D J Hermer		
Balance outstanding at start of period	19,598	14,654
Amounts advanced	60,568	54,094
Amounts repaid	(60,272)	(49,150)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of period	<u>19,894</u>	<u>19,598</u>
J P Hermer		
Balance outstanding at start of period	25,222	(647)
Amounts advanced	51,893	36,729
Amounts repaid	(43,150)	(10,860)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of period	<u>33,965</u>	<u>25,222</u>

The directors have provided personal guarantee in relation to the South West Investment Group (Capital) Limited loan. The personal guarantee covered the whole amount of the debt and £56,276 (2016: £135,586) was outstanding as at the year end.

The directors have provided personal guarantees in relation to the Funding Circle loan. The personal guarantee covered the whole amount of the debt and £63,946 (2016: £176,570) was outstanding as at the year end.

11. **UNDISTRIBUTABLE RESERVES**

The profit and loss account includes undistributable reserves of £65,830 in respect of freehold property which has been revalued to fair value.

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.