

Coastal Specialist Ironmongery Limited
Annual Report and Unaudited Financial Statements
Year Ended 31 December 2017

Registration number: 06770364

Coastal Specialist Ironmongery Limited

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Coastal Specialist Ironmongery Limited

Company Information

Directors	A E Jenner L Jenner W Jenner J Jenner B Jenner
Registered office	Global House 3 Bojea Industrial Estate Trethowel St Austell Cornwall PL25 5RJ
Accountants	Francis Clark LLP Lowin House Tregolls Road Truro Cornwall TR1 2NA

Coastal Specialist Ironmongery Limited

Balance Sheet

31 December 2017

	Note	2017 £	2016 £
Fixed assets			
Intangible assets	<u>4</u>	6,826	-
Tangible assets	<u>5</u>	842,225	753,943
		<u>849,051</u>	<u>753,943</u>
Current assets			
Stocks	<u>6</u>	687,327	550,649
Debtors	<u>7</u>	718,458	680,597
Cash at bank and in hand		<u>433,645</u>	<u>452,006</u>
		1,839,430	1,683,252
Creditors: Amounts falling due within one year	<u>8</u>	<u>(739,528)</u>	<u>(949,699)</u>
Net current assets		<u>1,099,902</u>	<u>733,553</u>
Total assets less current liabilities		1,948,953	1,487,496
Creditors: Amounts falling due after more than one year	<u>8</u>	<u>(348,686)</u>	<u>(227,582)</u>
Provisions for liabilities		<u>(5,584)</u>	<u>(2,194)</u>
Net assets		<u>1,594,683</u>	<u>1,257,720</u>
Capital and reserves			
Called up share capital		4	4
Profit and loss account		<u>1,594,679</u>	<u>1,257,716</u>
Total equity		<u>1,594,683</u>	<u>1,257,720</u>

The notes on pages 4 to 12 form an integral part of these financial statements.

Coastal Specialist Ironmongery Limited

Balance Sheet

31 December 2017

For the financial year ending 31 December 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 and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 6 April 2018 and signed on its behalf by:

.....

A E Jenner

Director

Company Registration Number: 06770364

The notes on pages 4 to 12 form an integral part of these financial statements.

Coastal Specialist Ironmongery Limited

Notes to the Financial Statements

Year Ended 31 December 2017

1 General information

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

The address of its registered office is:

Global House
3 Bojea Industrial Estate
Trethowel
St Austell
Cornwall
PL25 5RJ

These financial statements were authorised for issue by the Board on 6 April 2018.

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 - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', including Section 1A, 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 retail sale of hardware, paints and glass in specialist stores and wholesale of hardware, plumbing and heating equipment and supplies. Turnover is shown net of value added tax, returns, rebates and discounts and after eliminating sales within the company.

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.

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the initial transaction dates. Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

Coastal Specialist Ironmongery Limited

Notes to the Financial Statements

Year Ended 31 December 2017

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 corporation 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.

Deferred tax is recognised on all timing differences at the balance sheet date unless indicated below. Timing differences are differences between taxable profits and the results as stated in the profit and loss account and other comprehensive income. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

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
Freehold buildings	2.5% Reducing Balance
Plant and machinery	20.0% Reducing Balance
Motor vehicles	25.0% Reducing Balance
Computers	25.0% Reducing Balance
Fixtures, fittings and office equipment	20.0% Reducing Balance

Intangible assets

Separately acquired trademarks and licences are shown at historical cost.

Trademarks, licences (including software) and customer-related intangible assets acquired in a business combination are recognised at fair value at the acquisition date.

Trademarks, licences and customer-related intangible assets have a finite useful life and are carried at cost less accumulated amortisation and any accumulated impairment losses.

Coastal Specialist Ironmongery Limited

Notes to the Financial Statements

Year Ended 31 December 2017

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 stocks 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.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease. 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.

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.

Coastal Specialist Ironmongery Limited

Notes to the Financial Statements

Year Ended 31 December 2017

Financial instruments

Classification

The company holds the following financial instruments:

- Short term trade and other debtors and creditors;
- Bank loans; and
- Cash and bank balances.

All financial instruments are classified as basic.

Recognition and measurement

The company has chosen to apply the recognition and measurement principles in FRS102.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument and derecognised when in the case of assets, the contractual rights to cash flows from the assets expire or substantially all the risks and rewards of ownership are transferred to another party, or in the case of liabilities, when the company's obligations are discharged, expire or are cancelled.

Except for bank loans, such instruments are initially measured at transaction price, including transaction costs, and are subsequently carried at the undiscounted amount of the cash or other consideration expected to be paid or received, after taking account of impairment adjustments.

Bank loans are initially measured at transaction price, including transaction costs, and are subsequently carried at amortised cost using the effective interest method.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 28 (2016 - 25).

Coastal Specialist Ironmongery Limited

Notes to the Financial Statements

Year Ended 31 December 2017

4 Intangible assets

	Trademarks, patents and licenses £	Total £
Cost or valuation		
Additions acquired separately	6,826	6,826
At 31 December 2017	6,826	6,826
Amortisation		
Carrying amount		
At 31 December 2017	6,826	6,826

The aggregate amount of research and development expenditure recognised as an expense during the period is £10,408 (2016 - £17,328).

Coastal Specialist Ironmongery Limited

Notes to the Financial Statements

Year Ended 31 December 2017

5 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Other property, plant and equipment £	Total £
Cost or valuation					
At 1 January 2017	567,020	127,416	308,751	15,928	1,019,115
Additions	76,518	42,635	133,278	4,260	256,691
Disposals	-	(919)	(131,744)	(500)	(133,163)
At 31 December 2017	643,538	169,132	310,285	19,688	1,142,643
Depreciation					
At 1 January 2017	65,396	66,656	123,947	9,173	265,172
Charge for the year	14,455	21,891	63,012	2,172	101,530
Eliminated on disposal	-	(230)	(65,716)	(338)	(66,284)
At 31 December 2017	79,851	88,317	121,243	11,007	300,418
Carrying amount					
At 31 December 2017	563,687	80,815	189,042	8,681	842,225
At 31 December 2016	501,624	60,760	184,804	6,755	753,943

6 Stocks

	2017 £	2016 £
Other inventories	687,327	550,649

7 Debtors

	2017 £	2016 £
Trade debtors	694,994	657,326
Other debtors	23,464	13,273
Prepayments	-	9,998
	718,458	680,597

Coastal Specialist Ironmongery Limited

Notes to the Financial Statements

Year Ended 31 December 2017

8 Creditors

Creditors: amounts falling due within one year

	Note	2017 £	2016 £
Due within one year			
Loans and borrowings	<u>9</u>	93,181	183,216
Trade creditors		118,653	147,669
Corporation tax		144,198	133,117
Social security and other taxes		171,806	131,894
Other creditors		208,790	350,803
Accrued expenses		<u>2,900</u>	<u>3,000</u>
		<u>739,528</u>	<u>949,699</u>

Due after one year

Loans and borrowings	<u>9</u>	<u>348,686</u>	<u>227,582</u>
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Creditors: amounts falling due after more than one year

	Note	2017 £	2016 £
Due after one year			
Loans and borrowings	<u>9</u>	<u>348,686</u>	<u>227,582</u>

9 Loans and borrowings

	2017 £	2016 £
Loans and borrowings due after one year		
Bank borrowings	292,396	182,651
Finance lease liabilities	<u>56,290</u>	<u>44,931</u>
	<u>348,686</u>	<u>227,582</u>

Coastal Specialist Ironmongery Limited

Notes to the Financial Statements

Year Ended 31 December 2017

	2017 £	2016 £
Current loans and borrowings		
Bank borrowings	22,641	59,967
Bank overdrafts	11,720	65,580
Finance lease liabilities	58,820	57,669
	<u>93,181</u>	<u>183,216</u>

10 Share capital

Allotted, called up and fully paid shares

	No.	2017 £	No.	2016 £
Ordinary shares A of £0.01 each	67	0.67	67	0.67
Ordinary shares B of £0.01 each	67	0.67	67	0.67
Ordinary shares C of £0.01 each	100	1.00	100	1.00
Ordinary shares D of £0.01 each	100	1.00	100	1.00
Ordinary shares E of £0.01 each	66	0.66	66	0.66
	<u>400</u>	<u>4</u>	<u>400</u>	<u>4</u>

11 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £14,933 (2016 - £3,733). The company has two 36 month vehicle operating leases.

12 Related party transactions

Advances to directors

	At 1 January 2017 £	Advances to director £	Repayments by director £	At 31 December 2017 £
2017				
B Jenner				
Interest free loan, repayable on demand.	13,274	946	(14,220)	-

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Notes to the Financial Statements

Year Ended 31 December 2017

	At 1 January 2016 £	Advances to director £	Repayments by director £	At 31 December 2016 £
2016				
B Jenner				
Interest free loan, repayable on demand.	-	22,154	(8,880)	13,274
A E Jenner				
Interest free loan, repayable on demand.	54,037	49,852	(103,889)	-
J Jenner				
Interest free loan, repayable on demand.	54,037	49,852	(103,889)	-

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.