

FULLFLOW INTERNATIONAL LIMITED

Company No. 06819147

Annual Report for the year ended

30 June 2016



FULLFLOW INTERNATIONAL LIMITED

Company No. 06819147

Annual Report for the year ended 30 June 2016

	Page
Company Information	1
Report of the directors	2
Statement of Directors' responsibilities	3
Independent Auditor's report	4
Statement of comprehensive income	6
Statement of financial position	7
Statement of changes in equity	8
Notes to the financial statements	9

FULLFLOW INTERNATIONAL LIMITED

COMPANY INFORMATION

DIRECTORS

C A Stott
D J Pett

SECRETARY

D J Pett

REGISTERED OFFICE

Fullflow House
Holbrook Avenue
Sheffield
S20 3FF

REGISTERED NUMBER

06819147

AUDITOR

Crowe Clark Whitehill LLP
St. Bride's House
10 Salisbury Square
London
EC4Y 8EH

BANKERS

Lloyds Bank
Level 6
110 St Vincent Street
Glasgow
G2 5ER

FULLFLOW INTERNATIONAL LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 30 JUNE 2016

The directors present their report and the audited financial statements of the Company for the year ended 30 June 2016.

Principal activities

The principal activities of the Company are designing, manufacturing, selling and installing of pipework drainage systems.

Review of the business and future prospects

The statement of comprehensive income for the year is set out on page 6.

Transfer to reserves

The retained profit for the year of £111,022 (2015: £262,871) has been transferred to reserves.

Directors

The following held office as directors of the Company during the year:-


C A Stott
D J Pett

Disclosure of information to auditors

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditors are unaware; and each director has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

The directors' report has been prepared taking advantage of the exemptions available to small companies under the Companies Act 2006.

By order of the board



Director: D J Pett
Date: 31/3/2017

Company No. 06819147

FULLFLOW INTERNATIONAL LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE DIRECTORS' REPORT AND THE FINANCIAL STATEMENTS

The Directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial period. Under that law they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice).

Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that its financial statements comply with the Companies Act 2006. They have a general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the group and to prevent and detect fraud and other irregularities.

FULLFLOW INTERNATIONAL LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FULLFLOW INTERNATIONAL LIMITED

We have audited the financial statements of Fullflow International Limited for the year ended 30 June 2016 set out on pages 6 to 13. The financial reporting framework that has been applied in their preparation is applicable law and the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland ('FRS 102').

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion, the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 June 2016 and of its profit for the year then ended;
- have been properly prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion based on the work undertaken in the course of our audit the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

FULLFLOW INTERNATIONAL LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FULLFLOW INTERNATIONAL LIMITED (continued)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies' regime and to take advantage of the small companies' exemption in preparing the directors report.



Leo Malkin
Senior Statutory Auditor

For and on behalf of
Crowe Clark Whitehill LLP
Statutory Auditor and Chartered Accountants, London

Date: 31 March 2017

FULLFLOW INTERNATIONAL LIMITED

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 £	2015 £
Turnover		873,367	984,257
Cost of sales		(471,758)	(537,260)
Gross profit		401,609	446,997
Administrative expenses		(262,832)	(230,604)
Operating profit	3	138,777	216,393
Profit on ordinary activities before taxation		138,777	216,393
Taxation (charge)/credit on profit on ordinary activities	4	(27,755)	46,477
Profit on ordinary activities after taxation		111,022	262,870
Other comprehensive income		-	-
Total comprehensive income for the year		111,022	262,870

All activities were continuing throughout the year.


The notes on pages 9 to 13 form part of these financial statements.

FULLFLOW INTERNATIONAL LIMITED

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2016

	Note	2016	2015
		£	£
Current assets			
Debtors	6	201,652	244,817
Cash at bank and in hand		<u>45,337</u>	<u>50,233</u>
		246,989	295,050
Creditors: Amounts falling due within one year	7	<u>(222,142)</u>	<u>(231,225)</u>
Net assets		<u>24,847</u>	<u>63,825</u>
Capital and reserves			
Called up share capital	8	1,000	1,000
Profit and loss account		<u>23,847</u>	<u>62,825</u>
Equity shareholders' funds		<u>24,847</u>	<u>63,825</u>

The financial statements were approved and authorised for issue by the board on 31/3/2017 and signed on its behalf by:-


D J Pett - Director

The notes on pages 9 to 13 form part of these financial statements.

STATEMENT OF CHANGES IN EQUITY AS AT 30 JUNE 2016

	Share capital £	Retained earnings £	The Total equity £
At 1 July 2014	1,000	449,955	450,955
<i>Comprehensive income for the year</i>			
Profit for the year	-	262,870	262,870
Other comprehensive income for the year:			
Dividends	-	(650,000)	(650,000)
Balance at 30 June 2015	<u>1,000</u>	<u>62,825</u>	<u>63,825</u>
<i>Comprehensive income for the year</i>			
Profit for the year	-	111,022	111,022
Other comprehensive income for the year:			
Dividends	-	(150,000)	(150,000)
Balance at 30 June 2016	<u>1,000</u>	<u>23,847</u>	<u>24,847</u>

notes on pages 9 to 13 form part of these financial statements.

FULLFLOW INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

1. General information

The company is a private company, limited by shares, incorporated in England and Wales with registration number 06819147. The address of the registered office is Fullflow House, Holbrook Avenue, Sheffield, S20 3FF.

2. Accounting policies

The financial statements have been prepared under the historical cost convention and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and Companies Act 2006. Information on the impact first-time adoption of FRS 102 is given in note 12.

The following principal accounting policies have been applied:

Going concern

The Company's forecasts and projections, taking account of reasonably possible changes in trading performance, show that the Company will be able to operate comfortably within the level of its current working capital.

The Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Therefore they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

Turnover

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 is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. Revenue from the sale of goods and services are recognised when all of the following conditions are satisfied:

- the company has transferred the significant risks and rewards of ownership to the buyer;
- the company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Construction Contract Revenue

Contract revenue includes the initial amount agreed in the contract plus any variations in contract work, claims and incentive payments to the extent that it is probable that they will result in revenue and can be measured reliably. As soon as the outcome of a construction contract can be estimated reliably, contract revenue and expenses are recognised in profit or loss in proportion to the stage of completion of the contract.

The stage of completion is assessed by reference to surveys of work performed. When the outcome of a construction contract cannot be estimated reliably, contract revenue is recognised only to the extent of contract costs incurred that are likely to be recoverable. An expected loss on a contract is recognised immediately in profit or loss.

FULLFLOW INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

Stocks

Stocks are valued on a first in first out basis at the lower of cost or net realisable value. Cost comprises materials, labour and production related overheads.

Work in progress is stated at cost, plus an attributable proportion of production overheads, less foreseeable losses, and includes the cost of design work on future contracts where the Company has received notification that the contract will be, or has been, awarded to the Company.

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Cash flow statement

The Company has not provided a cash flow statement on the grounds that it is a wholly owned subsidiary undertaking which satisfies the requirements of FRS 102.

Foreign currencies

Transactions denominated in foreign currencies are translated into sterling and recorded at the rate of exchange ruling at the date of the transaction, except where a foreign exchange forward contract has been arranged, in which case the forward rate has been used. Any assets and liabilities denominated in foreign currencies are translated into sterling at the rate ruling at the balance sheet date, or applicable forward rate, differences on exchange are taken to profit and loss account in the year.

Related party transactions

In accordance with the exemption provided by Financial Reporting Standard 102 Section 33, the Company has not disclosed transactions with fellow group companies.

FULLFLOW INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016 (continued)

3. Notes to the profit and loss account

Operating profit is stated after charging:-

	2016 £	2015 £
Auditor's Remuneration – audit of these financial statements	2,000	1,000
Foreign exchange gains/(losses)	<u>(4,707)</u>	<u>(33,439)</u>

No director received remuneration for his services.

4. Taxation

Analysis of charge in year

	2016 £	2015 £
Taxation	<u>27,755</u>	<u>(46,477)</u>

The current tax charge for the year is the same as (2015: lower) than the standard rate of corporation tax in the UK, 20.00% (2015: 20.00%). The difference is explained below:

	2016 £	2015 £
Profit on ordinary activities before tax	<u>138,777</u>	<u>262,869</u>
Current tax at 20.00% (2015: 20.00 %)	27,755	52,574
Loss Relief	-	(99,051)
	<u>27,755</u>	<u>(46,477)</u>

5. Employee information (employee numbers)

	2016	2015
Sales and administration	2	2
	<u>2</u>	<u>2</u>

FULLFLOW INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016 (continued)

6. Debtors

	2016 £	2015 £
Trade debtors	39,779	76,439
Amounts due from group companies	132,504	-
Other debtors	29,369	168,378
	<u>201,652</u>	<u>244,817</u>

7. Creditors

	2016 £	2015 £
Amounts falling due within one year		
Trade Creditors	-	9,826
Other Creditors	133,042	-
Accruals and deferred income	53,845	27,984
Corporation Tax	35,255	7,500
Amounts due to group companies	-	185,915
	<u>222,142</u>	<u>231,225</u>

8. Called up share capital

	2016 £	2015 £
Allotted, called up and fully paid ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

FULLFLOW INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016 (continued)

9. Employee information (employee numbers)

	2016	2015
Sales and administration	2	2
	<u>2</u>	<u>1</u>

10. Contingent Liabilities

A cross corporate guarantee across the Company and all entities of the SWP Group Limited exists. The bank also has first legal charge over certain properties held within the Group.

11. Ultimate holding company

The company is a subsidiary undertaking of Fullflow Group Limited. The ultimate parent company is SWP Group Limited.

The financial statements of the company are included within the consolidated financial statements of SWP Group Limited. Copies of the consolidated financial statements may be obtained from The Secretary, SWP Group Limited, Bedford House, 1 Regal Lane, Soham, Ely, CB7 5BA.

12. First time adoption of FRS 102

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and therefore the transition to FRS 102 has not impacted equity or profit or loss from the date of transition being 1 July 2014.