

COMPANY REGISTRATION NUMBER: 06848450

E.J. Holdcroft & Sons Limited
Filleted Unaudited Financial Statements
31 March 2017



JACKSONS
Chartered Accountants
Deansfield House
98 Lancaster Road
Newcastle under Lyme
Staffordshire
ST5 1DS

E.J. Holdcroft & Sons Limited

Financial Statements

Year ended 31 March 2017

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E.J. Holdcroft & Sons Limited

Officers and Professional Advisers

The board of directors

H Holdcroft
Mrs E A Holdcroft

Registered office

Blythe Bridge Mill
Stallington Road
Blythe Bridge
Stoke on Trent
Staffordshire
ST11 9PN

Accountants

Jacksons
Chartered Accountants
Deansfield House
98 Lancaster Road
Newcastle under Lyme
Staffordshire
ST5 1DS

Bankers

Lloyds Bank Plc
Fountain Square
Hanley
Stoke on Trent
Staffordshire
ST1 1LE

Business address

Blythe Bridge Mill
Stallington Road
Blythe Bridge
Stoke on Trent
Staffordshire
ST11 9PN

E.J. Holdcroft & Sons Limited

Statement of Financial Position

31 March 2017

	Note	2017 £	2016 £
Fixed assets			
Intangible assets	6	60,000	90,000
Tangible assets	7	<u>100,802</u>	<u>119,518</u>
		160,802	209,518
 Current assets			
Stocks		30,500	25,000
Debtors	8	672,167	527,465
Cash at bank and in hand		<u>391,636</u>	<u>377,584</u>
		1,094,303	930,049
 Creditors: amounts falling due within one year	9	<u>739,503</u>	<u>710,886</u>
Net current assets		354,800	219,163
Total assets less current liabilities		515,602	428,681
 Provisions		<u>13,003</u>	<u>16,550</u>
Net assets		<u>502,599</u>	<u>412,131</u>
 Capital and reserves			
Called up share capital		100	100
Profit and loss account		<u>502,499</u>	<u>412,031</u>
Members' funds		<u>502,599</u>	<u>412,131</u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of income and retained earnings has not been delivered.

For the year ended 31 March 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 financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The statement of financial position
continues on the following page.

The notes on pages 4 to 8 form part of these financial statements.

E.J. Holdcroft & Sons Limited

Statement of Financial Position *(continued)*

31 March 2017

These financial statements were approved by the board of directors and authorised for issue on 19/11/17, and are signed on behalf of the board by:



H Holdcroft
Director

Company registration number: 06848450

The notes on pages 4 to 8 form part of these financial statements.

E.J. Holdcroft & Sons Limited

Notes to the Financial Statements

Year ended 31 March 2017

1. Statutory information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Blythe Bridge Mill, Stallington Road, Blythe Bridge, Stoke on Trent, Staffordshire, ST11 9PN.

2. Statement of compliance

These financial statements have been prepared in compliance with the provisions of FRS 102 Section 1A, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland' and the Companies Act 2006.

3. Accounting policies

(a) Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

(b) Going concern

The financial statements have been prepared on the going concern basis as disclosed in note 12.

(c) Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1 April 2015. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 11.

(d) Revenue recognition

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods supplied, stated net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

E.J. Holdcroft & Sons Limited

Notes to the Financial Statements *(continued)*

Year ended 31 March 2017

3. Accounting policies *(continued)*

(e) Taxation

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

(f) Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Goodwill - straight line over 10 years

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

(g) Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

(h) Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold property improvements	-	10% reducing balance
Plant and machinery	-	10% reducing balance
Motor vehicles	-	25% reducing balance
Computer equipment	-	straight line over 3 years

(i) Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

E.J. Holdcroft & Sons Limited
Notes to the Financial Statements *(continued)*
Year ended 31 March 2017

3. Accounting policies *(continued)*

(j) Stocks

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

(k) Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset.

(l) Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

4. Employee numbers

The average number of persons employed by the company during the year amounted to 3 (2016: 3).

5. Directors' remuneration

The directors' aggregate remuneration in respect of qualifying services was:

	2017	2016
	£	£
Remuneration	<u>22,080</u>	<u>21,360</u>

E.J. Holdcroft & Sons Limited

Notes to the Financial Statements *(continued)*

Year ended 31 March 2017

6. Intangible assets

	Goodwill £
Cost	
At 1 April 2016 and 31 March 2017	<u>300,000</u>
Amortisation	
At 1 April 2016	210,000
Charge for the year	<u>30,000</u>
At 31 March 2017	<u>240,000</u>
Carrying amount	
At 31 March 2017	<u>60,000</u>
At 31 March 2016	<u>90,000</u>

7. Tangible assets

	Leasehold property improvements £	Plant and machinery £	Motor vehicles £	Computer equipment £	Total £
Cost					
At 1 April 2016	35,449	102,060	107,204	2,427	247,140
Disposals	—	(2,425)	—	—	(2,425)
At 31 March 2017	<u>35,449</u>	<u>99,635</u>	<u>107,204</u>	<u>2,427</u>	<u>244,715</u>
Depreciation					
At 1 April 2016	6,927	48,142	70,362	2,191	127,622
Charge for the year	2,852	5,276	9,210	218	17,556
Disposals	—	(1,265)	—	—	(1,265)
At 31 March 2017	<u>9,779</u>	<u>52,153</u>	<u>79,572</u>	<u>2,409</u>	<u>143,913</u>
Carrying amount					
At 31 March 2017	<u>25,670</u>	<u>47,482</u>	<u>27,632</u>	<u>18</u>	<u>100,802</u>
At 31 March 2016	<u>28,522</u>	<u>53,918</u>	<u>36,842</u>	<u>236</u>	<u>119,518</u>

Capital commitments

	2017 £	2016 £
Contracted for but not provided for in the financial statements	<u>33,721</u>	<u>—</u>

8. Debtors

	2017 £	2016 £
Trade debtors	654,684	503,499
Other debtors	<u>17,483</u>	<u>23,966</u>
	<u>672,167</u>	<u>527,465</u>

E.J. Holdcroft & Sons Limited

Notes to the Financial Statements *(continued)*

Year ended 31 March 2017

9. Creditors: amounts falling due within one year

	2017	2016
	£	£
Trade creditors	393,741	287,911
Corporation tax	36,376	42,472
Social security and other taxes	401	9
Other creditors	308,985	380,494
	<u>739,503</u>	<u>710,886</u>

10. Related party transactions

H Holdcroft and Mrs E A Holdcroft are related parties by virtue of their directorships of and shareholdings in the company.

During the year, H Holdcroft and Mrs E A Holdcroft operated a directors' loan account with the company such that, at the year end, they were owed the sum of £299,167 (2016: £368,833). This loan was interest free and repayable on demand.

During the year, the company paid dividends to H Holdcroft and Mrs E A Holdcroft in the sum of £10,000 (2016: £54,000).

11. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The company transitioned to FRS 102 on 1 April 2015.

No transitional adjustments were required in equity or profit or loss for the year.

12. Going concern

The directors have confirmed that they will continue to provide financial support to the company by way of the non-recalling of their loan to it, in order to enable it to finance its trading and other obligations for the foreseeable future.

Based on the above, the financial statements have been prepared on the going concern basis.