

Speakman Contractors Ltd

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

Speakman Contractors Ltd

Contents

Balance Sheet	<u>1</u> to <u>2</u>
Notes to the Financial Statements	<u>3</u> to <u>6</u>

Speakman Contractors Ltd

(Registration number: 06945105)

Balance Sheet as at 31 July 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	<u>4</u>	164,190	89,818
Investment property	<u>5</u>	124,377	-
		<u>288,567</u>	<u>89,818</u>
Current assets			
Stocks	<u>6</u>	97,575	116,682
Debtors	<u>7</u>	561,909	604,083
Cash at bank and in hand		<u>383,073</u>	<u>174,026</u>
		1,042,557	894,791
Creditors: Amounts falling due within one year	<u>8</u>	<u>(745,345)</u>	<u>(401,179)</u>
Net current assets		<u>297,212</u>	<u>493,612</u>
Total assets less current liabilities		585,779	583,430
Creditors: Amounts falling due after more than one year	<u>8</u>	<u>(31,838)</u>	<u>(21,740)</u>
Net assets		<u>553,941</u>	<u>561,690</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		<u>553,841</u>	<u>561,590</u>
Total equity		<u>553,941</u>	<u>561,690</u>

The notes on pages 3 to 6 form an integral part of these financial statements.

Speakman Contractors Ltd

(Registration number: 06945105)

Balance Sheet as at 31 July 2017

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.

Approved and authorised by the Board on 30 April 2018 and signed on its behalf by:

.....

Mr A Speakman

Director

.....

Mr C Speakman

Director

The notes on pages 3 to 6 form an integral part of these financial statements.

Speakman Contractors Ltd

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 and Wales.

The address of its registered office is:

Unit 4 Caroline Court
Off Billington Road
Burnley
Lancashire
BB11 5UB

These financial statements were authorised for issue by the Board on 30 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 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 in sterling (£) using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

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
Plant and machinery	25% straight line basis
Motor vehicles	25% straight line basis
Office equipment	25% straight line basis

Investment property

Investment property is carried at fair value, derived from the current market prices for comparable real estate determined annually by external valuers. The valuers use observable market prices, adjusted if necessary for any difference in the nature, location or condition of the specific asset. Changes in fair value are recognised in profit or loss.

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.

Speakman Contractors Ltd

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

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.

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.

Speakman Contractors Ltd

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

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.

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 34 (2016 - 34).

4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Other property, plant and equipment £	Total £
Cost or valuation				
At 1 August 2016	38,987	199,530	68,688	307,205
Additions	625	71,200	70,019	141,844
Disposals	-	(45,516)	-	(45,516)
At 31 July 2017	39,612	225,214	138,707	403,533
Depreciation				
At 1 August 2016	32,320	139,856	45,212	217,388
Charge for the year	5,121	41,875	11,290	58,286
Eliminated on disposal	-	(36,331)	-	(36,331)
At 31 July 2017	37,441	145,400	56,502	239,343
Carrying amount				
At 31 July 2017	2,171	79,814	82,205	164,190
At 31 July 2016	6,668	59,674	23,476	89,818

5 Investment properties

	2017 £
Additions	124,377

There has been no valuation of investment property by an independent valuer.

Speakman Contractors Ltd

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

6 Stocks

	2017 £	2016 £
Work in progress	97,575	116,682

7 Debtors

	Note	2017 £	2016 £
Trade debtors		491,383	499,533
Amounts owed by group undertakings and undertakings in which the company has a participating interest		250	-
Other debtors		70,276	104,550
Total current trade and other debtors		561,909	604,083

8 Creditors

	Note	2017 £	2016 £
Due within one year			
Bank loans and overdrafts	9	50,795	33,386
Trade creditors		578,224	253,488
Taxation and social security		62,273	100,803
Other creditors		54,053	13,502
		745,345	401,179
Due after one year			
Loans and borrowings	9	31,838	21,740

9 Loans and borrowings

	2017 £	2016 £
Non-current loans and borrowings		
Finance lease liabilities	31,838	21,740
Current loans and borrowings		
Finance lease liabilities	50,795	33,386