

Speakman Contractors Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 31 July 2018

Speakman Contractors Ltd

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Speakman Contractors Ltd

(Registration number: 06945105)

Balance Sheet as at 31 July 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	<u>4</u>	117,676	164,190
Investment property	<u>5</u>	124,377	124,377
		<u>242,053</u>	<u>288,567</u>
Current assets			
Stocks	<u>6</u>	202,673	97,575
Debtors	<u>7</u>	853,465	561,909
Cash at bank and in hand		<u>220,530</u>	<u>383,073</u>
		1,276,668	1,042,557
Creditors: Amounts falling due within one year	<u>8</u>	<u>(983,587)</u>	<u>(745,345)</u>
Net current assets		<u>293,081</u>	<u>297,212</u>
Total assets less current liabilities		535,134	585,779
Creditors: Amounts falling due after more than one year	<u>8</u>	<u>(48,561)</u>	<u>(31,838)</u>
Net assets		<u>486,573</u>	<u>553,941</u>
Capital and reserves			
Called up share capital		75	100
Capital redemption reserve		25	-
Profit and loss account		<u>486,473</u>	<u>553,841</u>
Total equity		<u>486,573</u>	<u>553,941</u>

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

Speakman Contractors Ltd

(Registration number: 06945105)

Balance Sheet as at 31 July 2018

For the financial year ending 31 July 2018 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 2019 and signed on its behalf by:

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Mr A Speakman
Director

.....

Mr C Speakman
Director

The notes on pages 4 to 8 form an integral part of these financial statements.
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Speakman Contractors Ltd

Statement of Changes in Equity for the Year Ended 31 July 2018

	Share capital £	Capital redemption reserve £	Profit and loss account £	Total £
At 1 August 2017	100	-	553,841	553,941
Profit for the year	-	-	45,232	45,232
Total comprehensive income	-	-	45,232	45,232
Purchase of own share capital	(25)	-	(112,600)	(112,625)
Other capital redemption reserve movements	-	25	-	25
At 31 July 2018	75	25	486,473	486,573

	Share capital £	Profit and loss account £	Total £
At 1 August 2016	100	561,590	561,690
Loss for the year	-	(7,749)	(7,749)
Total comprehensive income	-	(7,749)	(7,749)
At 31 July 2017	100	553,841	553,941

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

Speakman Contractors Ltd

Notes to the Financial Statements for the Year Ended 31 July 2018

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 2019.

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.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

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.

Tax

The tax expense for the period comprises current 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 income 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.

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.

Speakman Contractors Ltd

Notes to the Financial Statements for the Year Ended 31 July 2018

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.

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.

Speakman Contractors Ltd

Notes to the Financial Statements for the Year Ended 31 July 2018

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 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.

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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 34 (2017 - 34).

Speakman Contractors Ltd

Notes to the Financial Statements for the Year Ended 31 July 2018

4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation			
At 1 August 2017	178,319	225,214	403,533
Additions	-	14,600	14,600
Disposals	-	(31,550)	(31,550)
At 31 July 2018	178,319	208,264	386,583
Depreciation			
At 1 August 2017	93,943	145,400	239,343
Charge for the year	25,548	34,013	59,561
Eliminated on disposal	-	(29,997)	(29,997)
At 31 July 2018	119,491	149,416	268,907
Carrying amount			
At 31 July 2018	58,828	58,848	117,676
At 31 July 2017	84,376	79,814	164,190

5 Investment properties

	2018 £
At 1 August	124,377

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

6 Stocks

	2018 £	2017 £
Work in progress	202,673	97,575

7 Debtors

	Note	2018 £	2017 £
Trade debtors		752,915	491,383
Amounts owed by group undertakings and undertakings in which the company has a participating interest		-	250
Prepayments		1,968	2,713
Other debtors		98,582	67,563
		853,465	561,909

Speakman Contractors Ltd

Notes to the Financial Statements for the Year Ended 31 July 2018

8 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Bank loans and overdrafts	9	29,442	50,795
Trade creditors		740,651	578,224
Taxation and social security		67,590	62,273
Accruals and deferred income		119,291	43,940
Other creditors		26,613	10,113
		<u>983,587</u>	<u>745,345</u>

Creditors: amounts falling due after more than one year

	Note	2018 £	2017 £
Due after one year			
Loans and borrowings	9	<u>48,561</u>	<u>31,838</u>

9 Loans and borrowings

	2018 £	2017 £
Non-current loans and borrowings		
Finance lease liabilities	<u>48,561</u>	<u>31,838</u>

	2018 £	2017 £
Current loans and borrowings		
Finance lease liabilities	<u>29,442</u>	<u>50,795</u>

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.