

Company Registration No. 07159463 (England and Wales)

FLEXICON INDUSTRIAL SUPPLIES LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

PAGES FOR FILING WITH REGISTRAR

FLEXICON INDUSTRIAL SUPPLIES LIMITED

CONTENTS

	Page
Balance sheet	1
Notes to the financial statements	2 - 8

FLEXICON INDUSTRIAL SUPPLIES LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2018

	Notes	2018 £	£	2017 £	£
Fixed assets					
Tangible assets	4		23,867		36,828
Current assets					
Stocks		93,049		93,937	
Debtors	5	501,931		378,982	
Cash at bank and in hand		-		28	
		<u>594,980</u>		<u>472,947</u>	
Creditors: amounts falling due within one year	6	<u>(448,185)</u>		<u>(354,708)</u>	
Net current assets			<u>146,795</u>		<u>118,239</u>
Total assets less current liabilities			<u>170,662</u>		<u>155,067</u>
Creditors: amounts falling due after more than one year	7		(5,351)		(8,640)
Provisions for liabilities			<u>(4,057)</u>		<u>(6,261)</u>
Net assets			<u><u>161,254</u></u>		<u><u>140,166</u></u>
Capital and reserves					
Called up share capital	8		103		103
Profit and loss reserves			<u>161,151</u>		<u>140,063</u>
Total equity			<u><u>161,254</u></u>		<u><u>140,166</u></u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the board of directors and authorised for issue on 21 June 2019 and are signed on its behalf by:

Mr C F Ford
Director

Company Registration No. 07159463

FLEXICON INDUSTRIAL SUPPLIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

1 Accounting policies

Company information

Flexicon Industrial Supplies Limited is a private company limited by shares incorporated in England and Wales. The registered office is 71A Roman Way, Longridge Road, Ribbleson, Preston, PR2 5BE. The company's place of business is 53-55 Brasenose Rd, Liverpool L20 8HL.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods provided in the normal course of business, net of discounts and VAT. Income is recognised when significant risks and rewards of ownership have passed to the customer. This is normally upon dispatch of the goods to the customer.

1.3 Intangible fixed assets - goodwill

Goodwill represents the excess of the cost of acquisition of businesses over the fair value of net assets acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is considered to have a finite useful life and is amortised on a systematic basis over its expected life.

For the purposes of impairment testing, goodwill is allocated to the cash-generating units expected to benefit from the acquisition, which took place in 2009. Cash-generating units to which goodwill has been allocated are tested for impairment at least annually, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the cash-generating unit is less than the carrying amount of the unit, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro-rata on the basis of the carrying amount of each asset in the unit.

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost of assets less their residual values over their useful lives on the following bases:

Plant and machinery	15% per annum on cost
Fixtures, fittings & equipment	20% per annum on cost
Computer equipment	50% per annum on cost
Motor vehicles	15% per annum on cost

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

FLEXICON INDUSTRIAL SUPPLIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

1 Accounting policies

(Continued)

1.5 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

1.6 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost 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, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.7 Cash at bank and in hand

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with bank and bank overdrafts.

1.8 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Other financial assets

All of the company's financial assets are basic financial assets.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

FLEXICON INDUSTRIAL SUPPLIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and loans from fellow group companies are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Other financial liabilities

All of the company's financial liabilities are basic financial liabilities.

1.9 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.10 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and 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. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

1.11 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

FLEXICON INDUSTRIAL SUPPLIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

1 Accounting policies

(Continued)

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.13 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to profit or loss so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leases asset are consumed.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 7 (2017 - 6).

3 Intangible fixed assets

	Goodwill
	£
Cost	
At 1 January 2018 and 31 December 2018	100,000
	<hr/>
Amortisation and impairment	
At 1 January 2018 and 31 December 2018	100,000
	<hr/>
Carrying amount	
At 31 December 2018	-
	<hr/> <hr/>
At 31 December 2017	-
	<hr/> <hr/>

More information on the impairment arising is given in note 3.

FLEXICON INDUSTRIAL SUPPLIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

4 Tangible fixed assets

	Plant and machinery etc £
Cost	
At 1 January 2018	120,722
Additions	429
	<u>121,151</u>
At 31 December 2018	<u>121,151</u>
Depreciation and impairment	
At 1 January 2018	83,894
Depreciation charged in the year	13,390
	<u>97,284</u>
At 31 December 2018	<u>97,284</u>
Carrying amount	
At 31 December 2018	<u>23,867</u>
At 31 December 2017	<u>36,828</u>

5 Debtors

	2018 £	2017 £
Amounts falling due within one year:		
Trade debtors	273,742	268,820
Amounts owed by group undertakings	218,208	82,900
Other debtors	9,981	27,262
	<u>501,931</u>	<u>378,982</u>

6 Creditors: amounts falling due within one year

	2018 £	2017 £
Bank loans and overdrafts	206,154	87,993
Trade creditors	169,078	193,064
Amounts owed to group undertakings	50,000	32,450
Taxation and social security	16,664	16,559
Other creditors	6,289	24,642
	<u>448,185</u>	<u>354,708</u>

Creditors falling due within one year totalling £209,443 (2017: £93,754) are secured by the company.

FLEXICON INDUSTRIAL SUPPLIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

7 Creditors: amounts falling due after more than one year

	2018	2017
	£	£
Other creditors	5,351	8,640
	<u> </u>	<u> </u>

Creditors falling due after more than one year totalling £5,351 (2017: £8,640) are secured by the company.

8 Called up share capital

	2018	2017
	£	£
Ordinary share capital		
Issued and fully paid		
100 Ordinary A shares of £1 each	100	100
1 Ordinary B share of £1 each	1	1
1 Ordinary C share of £1 each	1	1
1 Ordinary D share of £1 each	1	1
	<u> </u>	<u> </u>
	103	103
	<u> </u>	<u> </u>

Ordinary A shares have full rights in the company with respect to voting, dividends and distributions. Ordinary B, C and D shares each have no rights in the company in respect to voting but full rights to dividends. Rights to distributions vary with each class as per the Articles of Association.

9 Audit report information

As the income statement has been omitted from the filing copy of the financial statements, the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditor's report was unqualified.

The senior statutory auditor was Damian Walmsley.

The auditor was MHA Moore and Smalley.

10 Financial commitments, guarantees and contingent liabilities

At the year end the company was party to a cross company guarantee covering group borrowings, the security given in this respect was limited to a total of £102,111.

FLEXICON INDUSTRIAL SUPPLIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

11 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

2018	2017
£	£
18,358	32,902
<u> </u>	<u> </u>

12 Directors' transactions

At the start of the period Mr J Bryce and Mrs M Bryce held an advance from the company which totalled £9,340. This balance was waived in full during the year. At the balance sheet date no amounts were owed to the company, £9,340 was also the maximum balance advanced throughout the year.

No interest has been levied by the company.

13 Parent company

The parent company of Flexicon Industrial Supplies Limited is Millennium Coupling Company Limited, a company registered in England and Wales. R&G Acquisitions Ltd, a company registered in England & Wales, is the ultimate parent company.

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.