

REGISTERED NUMBER: 08640091 (England and Wales)

MERIT DISPLAY LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

Oldfield Accountants
Santis House
Curriers Close
Coventry
West Midlands
CV4 8AW

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	4

MERIT DISPLAY LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2017

DIRECTORS:

Mr IW Mitchell
Mr RG Mitchell
Mr LM Mitchell

REGISTERED OFFICE:

20 Canley Road
Coventry Business Park
Coventry
CV5 6BH

REGISTERED NUMBER:

08640091 (England and Wales)

ACCOUNTANTS:

Oldfield Accountants
Santis House
Curriers Close
Coventry
West Midlands
CV4 8AW

BALANCE SHEET
31 DECEMBER 2017

	Notes	2017 £	£	2016 £	£
FIXED ASSETS					
Intangible assets	4		183,534		212,534
Tangible assets	5		208,628		253,879
			392,162		466,413
CURRENT ASSETS					
Stocks	6	32,129		33,923	
Debtors	7	652,663		617,593	
Cash at bank		122,140		180,904	
		806,932		832,420	
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	8	647,072		762,374	
NET CURRENT ASSETS			159,860		70,046
TOTAL ASSETS LESS CURRENT LIABILITIES			552,022		536,459
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	9		(125,000)		(174,174)
PROVISIONS FOR LIABILITIES			(36,783)		(45,414)
NET ASSETS			390,239		316,871
CAPITAL AND RESERVES					
Called up share capital			200		200
Retained earnings			390,039		316,671
SHAREHOLDERS' FUNDS			390,239		316,871

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2017 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

BALANCE SHEET - continued
31 DECEMBER 2017

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 4 April 2018 and were signed on its behalf by:

Mr IW Mitchell - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

1. STATUTORY INFORMATION

Merit Display Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2012, is being amortised evenly over its estimated useful life of ten years.

Additions to goodwill in 2014 arose from incorporation and is being amortised evenly over its estimated useful life of ten years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- at variable rates on reducing balance
Motor vehicles	- 25% on reducing balance

Stocks

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

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2017

2. ACCOUNTING POLICIES - continued

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 25 (2016 - 21) .

4. INTANGIBLE FIXED ASSETS

	Goodwill
	£
COST	
At 1 January 2017	
and 31 December 2017	290,000
AMORTISATION	
At 1 January 2017	77,466
Charge for year	29,000
At 31 December 2017	106,466
NET BOOK VALUE	
At 31 December 2017	183,534
At 31 December 2016	212,534

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2017

5. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 January 2017	42,193	95,039	309,941	117,285	564,458
Additions	-	4,787	15,876	-	20,663
Disposals	-	-	(6,858)	(18,500)	(25,358)
At 31 December 2017	<u>42,193</u>	<u>99,826</u>	<u>318,959</u>	<u>98,785</u>	<u>559,763</u>
DEPRECIATION					
At 1 January 2017	11,106	49,910	181,380	68,183	310,579
Charge for year	7,772	6,717	34,454	11,800	60,743
Eliminated on disposal	-	-	(5,285)	(14,902)	(20,187)
At 31 December 2017	<u>18,878</u>	<u>56,627</u>	<u>210,549</u>	<u>65,081</u>	<u>351,135</u>
NET BOOK VALUE					
At 31 December 2017	<u>23,315</u>	<u>43,199</u>	<u>108,410</u>	<u>33,704</u>	<u>208,628</u>
At 31 December 2016	<u>31,087</u>	<u>45,129</u>	<u>128,561</u>	<u>49,102</u>	<u>253,879</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
At 1 January 2017 and 31 December 2017	<u>55,480</u>
DEPRECIATION	
At 1 January 2017	30,388
Charge for year	6,273
At 31 December 2017	<u>36,661</u>
NET BOOK VALUE	
At 31 December 2017	<u>18,819</u>
At 31 December 2016	<u>25,092</u>

6. STOCKS

	2017 £	2016 £
Stocks	31,331	32,361
Work-in-progress	798	1,562
	<u>32,129</u>	<u>33,923</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2017

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Trade debtors	599,771	589,144
Other debtors	3,950	-
Prepayments and accrued income	48,942	28,449
	<u>652,663</u>	<u>617,593</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Other loans	45,500	117,361
Directors' loan accounts	151,946	103,736
Hire purchase contracts	3,674	13,484
Trade creditors	147,568	104,885
Corporation tax	75,455	48,210
Social security and other taxes	21,696	19,289
VAT	63,741	107,975
Other creditors	94	66
Accruals and deferred income	137,398	247,368
	<u>647,072</u>	<u>762,374</u>

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2017	2016
	£	£
Other loans	-	45,500
Directors' loan accounts	125,000	125,000
Hire purchase contracts	-	3,674
	<u>125,000</u>	<u>174,174</u>

10. RELATED PARTY DISCLOSURES

Included within other creditors are loans due to the directors of £276,946 (2016: £228,735), of which £151,946 is due within one year.

11. ULTIMATE CONTROLLING PARTY

The ultimate controlling party is Merit Display (Holdings) Ltd.

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.