

Adam's Developments North East Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 27 April 2017

Bissell & Brown Limited

Chartered Accountants

Charter House

56 High Street

Sutton Coldfield

West Midlands

B72 1UJ

Adam's Developments North East Limited

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Adam's Developments North East Limited

Company Information

Director	Mr G T Watson
Registered office	C/o Bissell & Brown Ltd Charter House 56 High Street Sutton Coldfield West Midlands B72 1UJ
Accountants	Bissell & Brown Limited Chartered Accountants Charter House 56 High Street Sutton Coldfield West Midlands B72 1UJ

Adam's Developments North East Limited

(Registration number: 09013414)

Balance Sheet as at 27 April 2017

	Note	2017 £	2016 £
Current assets			
Stocks	<u>4</u>	419,495	664,602
Debtors	<u>5</u>	17,120	22,119
Cash at bank and in hand		4,635	1,998
		<u>441,250</u>	<u>688,719</u>
Creditors: Amounts falling due within one year	<u>6</u>	<u>(389,850)</u>	<u>(385,934)</u>
Total assets less current liabilities		51,400	302,785
Creditors: Amounts falling due after more than one year	<u>6</u>	<u>(116,250)</u>	<u>(330,000)</u>
Net liabilities		<u><u>(64,850)</u></u>	<u><u>(27,215)</u></u>
Capital and reserves			
Called up share capital		1	1
Profit and loss account		<u>(64,851)</u>	<u>(27,216)</u>
Total equity		<u><u>(64,850)</u></u>	<u><u>(27,215)</u></u>

For the financial year ending 27 April 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges his 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 director on 8 January 2018

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Mr G T Watson

Director

The notes on pages 3 to 8 form an integral part of these financial statements.

Adam's Developments North East Limited

Notes to the Financial Statements for the Year Ended 27 April 2017

1 General information

The company is incorporated in England & Wales. The company's registration number is 09013414.

The address of its registered office is:

C/o Bissell & Brown Ltd

Charter House

56 High Street

Sutton Coldfield

West Midlands

B72 1UJ

United Kingdom

These financial statements were authorised for issue by the director on 8 January 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 using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest £.

Going concern

The accounts have been prepared under the going concern basis as the director will continue to support the company for the foreseeable future.

Changes in accounting policy

First time adoption of FRS102

These financial statements are the first financial statements of Adam's Developments North East Limited prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (FRS 102). The financial statements of Adam's Developments North East Limited for the year ended 27 April 2016 were prepared in accordance with previous UK GAAP, so for the company having a 27 April 2017 year end, the 29 April 2015 is the 'transition date' and the start of the comparative period in the first mandatory FRS 102 accounts.

Some of the FRS 102 recognition, measurement, presentation and disclosure requirements and accounting policy choices differ from previous UK GAAP. The directors have taken advantage of certain exemptions from the requirements of FRS 102 permitted by FRS 102 Chapter 35 'Transition to this FRS'.

There has been no impact on the reporting of financial performance or financial position as shown under previous UK GAAP at the date of transition to FRS 102 or in the comparative period.

Adam's Developments North East Limited

Notes to the Financial Statements for the Year Ended 27 April 2017

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.

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.

Adam's Developments North East Limited

Notes to the Financial Statements for the Year Ended 27 April 2017

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.

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.

Adam's Developments North East Limited

Notes to the Financial Statements for the Year Ended 27 April 2017

Financial instruments

Trade debtors

Trade debtors which are receivable within one year and which do not constitute a financing transaction are initially measured at the transaction price. Trade debtors are subsequently measured at amortised cost, being the transaction price less any amounts settled and any impairment losses.

Where the arrangement with a trade debtor constitutes a financing transaction, the debtor is initially and subsequently measured at the present value of future payments discounted at a market rate of interest for a similar debt instrument.

A provision for impairment of trade debtors is established when there is objective evidence that the amounts due will not be collected according to the original terms of the contract. Impairment losses are recognised in profit or loss for the excess of the carrying value of the trade debtor over the present value of the future cash flows discounted using the original effective interest rate. Subsequent reversals of an impairment loss that objectively relate to an event occurring after the impairment loss was recognised, are recognised immediately in profit or loss.

Financial instruments are classified as liabilities and equity instruments 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.

Trade creditors

Trade creditors payable within one year that do not constitute a financing transaction are initially measured at the transaction price and subsequently measured at amortised cost, being the transaction price less any amounts settled.

Where the arrangement with a trade creditor constitutes a financing transaction, the creditor is initially and subsequently measured at the present value of future payments discounted at a market rate of interest for a similar instrument.

Borrowings

Borrowings are initially recognised at the transaction price, including transaction costs, and subsequently measured at amortised cost using the effective interest method. Interest expense is recognised on the basis of the effective interest method and is included in interest payable and other similar charges.

Commitments to receive a loan are measured at cost less impairment.

A financial asset is derecognised only when the contractual rights to cash flows expire or are settled, or substantially all the risks and rewards of ownership are transferred to another party, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party. A financial liability (or part thereof) is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

3 Staff numbers

The average number of persons employed (including the director) during the year, was 1 (2016 - 1).

Adam's Developments North East Limited

Notes to the Financial Statements for the Year Ended 27 April 2017

4 Stocks

	2017 £	2016 £
Work in progress	419,495	664,602

5 Debtors

	2017 £	2016 £
Other debtors	17,120	22,119
Total current trade and other debtors	17,120	22,119

6 Creditors

Creditors: amounts falling due within one year

	Note	2017 £	2016 £
Due within one year			
Loans and overdrafts	6.1	382,971	351,364
Other creditors		4,079	32,770
Accrued expenses		2,800	1,800
		389,850	385,934

Due after one year

Loans and borrowings	6.1	116,250	330,000
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Creditors: amounts falling due after more than one year

	Note	2017 £	2016 £
Due after one year			
Loans and borrowings	6.1	116,250	330,000

Adam's Developments North East Limited

Notes to the Financial Statements for the Year Ended 27 April 2017

6.1 Loans and borrowings

	2017 £	2016 £
Current loans and borrowings		
Loans from directors	382,971	351,364

	2017 £	2016 £
Non-current loans and borrowings		
Other borrowings	116,250	330,000

7 Share capital

Allotted, called up and fully paid shares

	27 April 2017		27 April 2016	
	No.	£	No.	£
Ordinary shares of £1 each	1	1	1	1

Rights, preferences and restrictions

Ordinary shares have the following rights, preferences and restrictions:
 Holders of the ordinary share capital have a right to vote and receive dividends.

8 Transition to FRS 102

There have been no transition adjustments upon conversion to FRS102 for small companies.

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.