

**COMPANY REGISTRATION NUMBER: NI601809**

**GMG ELECTRICS LTD**

**UNAUDITED FILLETED FINANCIAL STATEMENTS**

**31 January 2018**

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### **Directors and other information**

<b>Director</b>	Mr Gabriel McGuinness
<b>Company number</b>	NI601809
<b>Registered office</b>	2 Briar Hill Gardens Greysteel Co L'Derry BT47 3XZ
<b>Business address</b>	2 Briar Hill Gardens Greysteel Co L'Derry BT47 3DE
<b>Accountants</b>	PFS & Partners 16 Main Street Limavady Co L'Derry BT49 0EU

**Bankers**

Danske Bank  
46 Catherine Street  
Limavady  
Co L'Derry  
BT49 9DH

**Solicitors**

R G Connell & Son  
13 Main Street  
Limavady  
Co L'Derry  
BT49 0EP

## **GMG Electrics Ltd**

### **Report to the director on the preparation of the**

### **unaudited statutory financial statements of GMG Electrics Ltd**

### **Year ended 31 January 2018**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of GMG Electrics Ltd for the year ended 31 January 2018 which comprise the statement of financial position, statement of changes in equity and related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at <http://www.accaglobal.com/en/member/professional-standards/rules-standards/acca-rulebook.html>.

This report is made solely to the director of GMG Electrics Ltd, as a body, in accordance with the terms of our engagement letter dated 26 October 2018. Our work has been undertaken solely to prepare for your approval the financial statements of GMG Electrics Ltd and state those matters that we have agreed to state to them, as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at [http://www.accaglobal.com/content/dam/ACCA\\_Global/Technical/fact/technical-factsheet-163.pdf](http://www.accaglobal.com/content/dam/ACCA_Global/Technical/fact/technical-factsheet-163.pdf). To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than GMG Electrics Ltd and its director as a body for our work or for this report.

It is your duty to ensure that GMG Electrics Ltd has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of GMG Electrics Ltd. You consider that GMG Electrics Ltd is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of GMG Electrics Ltd. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

## **PFS & Partners**

### **Chartered Certified Accountants**

**16 Main Street**

**Limavady**

**Co L'Derry**

**BT49 0EU**

**26 October 2018**

**GMG Electrics Ltd****Statement of financial position****31 January 2018**

	Note	2018 £	£	2017 £	£
<b>Fixed assets</b>					
Intangible assets	5	28,190		29,674	
Tangible assets	6	20,250		25,313	
		<hr/>		<hr/>	
			48,440		54,987
<b>Current assets</b>					
Stocks		5,300		11,420	
Debtors	7	5,466		3,469	
Cash at bank and in hand		2,402		20,523	
		<hr/>		<hr/>	
		13,168		35,412	
<b>Creditors: amounts falling due within one year</b>	8	( 48,556)		( 27,898)	
		<hr/>		<hr/>	
<b>Net current (liabilities)/assets</b>			( 35,388)		7,514
			<hr/>		<hr/>
<b>Total assets less current liabilities</b>			13,052		62,501
<b>Provisions for liabilities</b>			( 1,426)		( 5,063)
			<hr/>		<hr/>
<b>Net assets</b>			11,626		57,438
			<hr/>		<hr/>
<b>Capital and reserves</b>					
Called up share capital			100		100
Profit and loss account			11,526		57,338
			<hr/>		<hr/>
<b>Shareholders funds</b>			11,626		57,438
			<hr/>		<hr/>

For the year ending 31 January 2018 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 financial statements for the year in question in accordance with section 476;
- The director acknowledges their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting

Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of comprehensive income has not been delivered.

These financial statements were approved by the board of directors and authorised for issue on 26 October 2018 , and are signed on behalf of the board by:

Mr Gabriel McGuinness

Director

Company registration number: NI601809



**GMG Electrics Ltd****Statement of changes in equity****Year ended 31 January 2018**

	Called up share capital £	Profit and loss account £	Total £
<b>At 1 February 2016</b>	100	53,459	53,559
(Loss)/profit for the year		3,879	3,879
<b>Total comprehensive income for the year</b>	<u>-</u>	<u>3,879</u>	<u>3,879</u>
<b>At 31 January 2017 and 1 February 2017</b>	100	57,338	57,438
(Loss)/profit for the year		( 25,812)	( 25,812)
<b>Total comprehensive income for the year</b>	<u>-</u>	<u>( 25,812)</u>	<u>( 25,812)</u>
Dividends paid and payable		( 20,000)	( 20,000)
<b>Total investments by and distributions to owners</b>	<u>-</u>	<u>( 20,000)</u>	<u>( 20,000)</u>
<b>At 31 January 2018</b>	<u>100</u>	<u>11,526</u>	<u>11,626</u>

# **GMG Electrics Ltd**

## **Notes to the financial statements**

**Year ended 31 January 2018**

### **1. General information**

The company is a private company limited by shares, registered in N. Ireland. The address of the registered office is GMG Eelectrics Ltd, 2 Briar Hill Gardens, Greysteel, Co L'Derry, BT47 3XZ.

### **2. Statement of compliance**

These financial statements have been prepared in compliance with the provisions of FRS 102, Section 1A, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

### **3. Accounting policies**

#### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

#### **Turnover**

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer, usually on despatch of the goods; the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

#### **Taxation**

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in the statement of comprehensive income, except to the extent that it relates to items recognised in other comprehensive income or directly in capital and reserves. In this case, tax is recognised in other comprehensive income or directly in capital and reserves, respectively. Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other 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. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

#### **Goodwill**

Goodwill arises on business acquisitions and represents the excess of the cost of the acquisition over the company's interest in the net amount of the identifiable assets, liabilities and contingent liabilities of the acquired

business. Goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. It is amortised on a straight line basis over its useful life. Where a reliable estimate of the useful life of goodwill or intangible assets cannot be made, the life is presumed not to exceed ten years.

## Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Goodwill	-	5 % straight line
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If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

## Tangible assets

tangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in capital and reserves, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in capital and reserves in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in capital and reserves in respect of that asset, the excess shall be recognised in profit or loss.

## Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and machinery	-	20 % reducing balance
Fittings fixtures and equipment	-	20 % reducing balance

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of tangible assets, the depreciation is revised prospectively to reflect the new estimates.

## Impairment

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date. When it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets. For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

## **Stocks**

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stocks to their present location and condition.

## **Provisions**

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event; it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense. Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised in finance costs in profit or loss in the period it arises.

## **Financial instruments**

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument. Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. Debt instruments are subsequently measured at amortised cost. Where investments in non-convertible preference shares and non-puttable ordinary shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in profit or loss. All other such investments are subsequently measured at cost less impairment. Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. Other financial instruments are subsequently measured at fair value, with any changes recognised in profit or loss, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately. For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics. Any reversals of impairment are recognised in profit or loss immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

## **4. Employee numbers**

The average number of persons employed by the company during the year amounted to 2 (2017: 2 ).

## 5. Intangible assets

	Goodwill £	Total £
<b>Cost</b>		
<b>At 1 February 2017 and 31 January 2018</b>	71,156	71,156
	<hr/>	<hr/>
<b>Amortisation</b>		
At 1 February 2017	41,482	41,482
Charge for the year	1,484	1,484
	<hr/>	<hr/>
<b>At 31 January 2018</b>	42,966	42,966
	<hr/>	<hr/>
<b>Carrying amount</b>		
<b>At 31 January 2018</b>	28,190	28,190
	<hr/>	<hr/>
At 31 January 2017	29,674	29,674
	<hr/>	<hr/>

## 6. Tangible assets

	Plant and machinery £	Fixtures, fittings and equipment £	Total £
<b>Cost</b>			
<b>At 1 February 2017 and 31 January 2018</b>	39,855	1,260	41,115
	<hr/>	<hr/>	<hr/>
<b>Depreciation</b>			
At 1 February 2017	15,290	512	15,802
Charge for the year	4,913	150	5,063
	<hr/>	<hr/>	<hr/>
<b>At 31 January 2018</b>	20,203	662	20,865
	<hr/>	<hr/>	<hr/>
<b>Carrying amount</b>			
<b>At 31 January 2018</b>	19,652	598	20,250
	<hr/>	<hr/>	<hr/>
At 31 January 2017	24,565	748	25,313
	<hr/>	<hr/>	<hr/>

## 7. Debtors

	2018	2017
	£	£
Trade debtors	1,056	350
Other debtors	4,410	3,119
	<u>5,466</u>	<u>3,469</u>

## 8. Creditors: amounts falling due within one year

	2018	2017
	£	£
Trade creditors	16,741	15,361
Corporation tax	-	2,539
Social security and other taxes	227	287
Other creditors	31,588	9,711
	<u>48,556</u>	<u>27,898</u>

## 9. Directors advances, credits and guarantees

During the year the director entered into the following advances and credits with the company:

### 2018

	Balance brought forward	Advances /(credits) to the director	Balance o/standing
	£	£	£
Mr Gabriel McGuinness	( 7,511)	( 21,877)	( 29,388)
	<u>          </u>	<u>          </u>	<u>          </u>

### 2017

	Balance brought forward	Advances /(credits) to the director	Balance o/standing
	£	£	£
Mr Gabriel McGuinness	( 3,521)	( 3,990)	( 7,511)
	<u>          </u>	<u>          </u>	<u>          </u>

## **10. Controlling party**

By virtue of his shareholding Gabriel McGuinness has the controlling interest.



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.