

Financial Statements for the Year Ended 30 April 2017

for

George Hanson (Building Contractors)
Limited

George Hanson (Building Contractors)
Limited (Registered number: SC122471)

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for the Year Ended 30 April 2017

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George Hanson (Building Contractors)
Limited

Company Information
for the Year Ended 30 April 2017

DIRECTORS:

G Hanson
Mrs D Hanson

SECRETARY:

Mrs D Hanson

REGISTERED OFFICE:

20 Union Street
Rothesay
Isle of Bute
PA20 0HD

REGISTERED NUMBER:

SC122471 (Scotland)

ACCOUNTANTS:

Graham & Co. (Accountants) Limited
Chartered Accountants
76 Dumbarton Road
Clydebank
Glasgow
G81 1UG

SOLICITORS:

William Skelton
49 High Street
Rothesay
Isle of Bute
PA20 9AU

George Hanson (Building Contractors)
Limited (Registered number: SC122471)

Balance Sheet
30 April 2017

	Notes	30.4.17 £	£	30.4.16 £	£
FIXED ASSETS					
Intangible assets	4		-		-
Tangible assets	5		<u>1,910,387</u>		<u>1,650,378</u>
			1,910,387		1,650,378
CURRENT ASSETS					
Stocks		2,324,336		2,367,918	
Debtors	6	424,801		429,070	
Cash at bank and in hand		<u>694,335</u>		<u>531,858</u>	
		3,443,472		3,328,846	
CREDITORS					
Amounts falling due within one year	7	<u>649,811</u>		<u>614,788</u>	
NET CURRENT ASSETS			<u>2,793,661</u>		<u>2,714,058</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			4,704,048		4,364,436
CREDITORS					
Amounts falling due after more than one year	8		(817,519)		(819,516)
PROVISIONS FOR LIABILITIES			<u>(65,408)</u>		<u>(43,408)</u>
NET ASSETS			<u><u>3,821,121</u></u>		<u><u>3,501,512</u></u>
CAPITAL AND RESERVES					
Called up share capital			1,000		1,000
Retained earnings			<u>3,820,121</u>		<u>3,500,512</u>
SHAREHOLDERS' FUNDS			<u><u>3,821,121</u></u>		<u><u>3,501,512</u></u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 April 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 April 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)

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 19 January 2018 and were signed on its behalf by:

G Hanson - Director

1. **STATUTORY INFORMATION**

George Hanson (Building Contractors) Limited is a private company, limited by shares, registered in Scotland. 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.

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.

Freehold property	- 2% on cost
Plant and machinery	- 20% on cost and 20% 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.

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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Notes to the Financial Statements - continued
for the Year Ended 30 April 2017

2. ACCOUNTING POLICIES - continued

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.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Investment properties

Investment properties are included in the balance sheet at their open market value in accordance with the Financial Reporting Standard for Smaller Entities and are not depreciated. The treatment is contrary to the Companies Act 1985 which states that fixed assets should be depreciated but is, in the opinion of the directors, necessary in order to give a true and fair view of the financial position of the company.

Long term contracts

Long term contract work in progress is shown at net cost after deducting foreseeable losses and payments on account. Turnover on long term contracts is determined on the basis of sales invoices raised representing measured work on contracts. Operating profit includes attributable profit on long term contracts complete and amounts recoverable on contracts incomplete, the latter also being included under debtors due within one year.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 46 .

4. INTANGIBLE FIXED ASSETS

COST

At 1 May 2016
and 30 April 2017

AMORTISATION

At 1 May 2016
and 30 April 2017

NET BOOK VALUE

At 30 April 2017
At 30 April 2016

Goodwill
£

40,000

40,000

-

-

Notes to the Financial Statements - continued
for the Year Ended 30 April 2017

5. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Motor vehicles £	Totals £
COST				
At 1 May 2016	1,487,272	493,202	218,601	2,199,075
Additions	-	211,950	138,502	350,452
Disposals	-	(8,500)	(65,874)	(74,374)
At 30 April 2017	<u>1,487,272</u>	<u>696,652</u>	<u>291,229</u>	<u>2,475,153</u>
DEPRECIATION				
At 1 May 2016	67,627	353,221	127,849	548,697
Charge for year	10,661	26,516	36,592	73,769
Eliminated on disposal	-	(8,309)	(49,391)	(57,700)
At 30 April 2017	<u>78,288</u>	<u>371,428</u>	<u>115,050</u>	<u>564,766</u>
NET BOOK VALUE				
At 30 April 2017	<u>1,408,984</u>	<u>325,224</u>	<u>176,179</u>	<u>1,910,387</u>
At 30 April 2016	<u>1,419,645</u>	<u>139,981</u>	<u>90,752</u>	<u>1,650,378</u>

The net book value of land and buildings includes £1,132,301 (2016-£1,132,301) in respect of investment properties. The directors are of the opinion that the carrying value of these assets will not differ materially from the current open market value.

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

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 May 2016	-	10,600	10,600
Additions	<u>60,000</u>	<u>124,610</u>	<u>184,610</u>
At 30 April 2017	<u>60,000</u>	<u>135,210</u>	<u>195,210</u>
DEPRECIATION			
At 1 May 2016	-	3,415	3,415
Charge for year	<u>-</u>	<u>18,821</u>	<u>18,821</u>
At 30 April 2017	<u>-</u>	<u>22,236</u>	<u>22,236</u>
NET BOOK VALUE			
At 30 April 2017	<u>60,000</u>	<u>112,974</u>	<u>172,974</u>
At 30 April 2016	<u>-</u>	<u>7,185</u>	<u>7,185</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.4.17 £	30.4.16 £
Trade debtors	395,635	383,505
Other debtors	<u>29,166</u>	<u>45,565</u>
	<u>424,801</u>	<u>429,070</u>

Notes to the Financial Statements - continued
for the Year Ended 30 April 2017

7. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	30.4.17	30.4.16
	£	£
Bank loans and overdrafts	260,622	194,044
Hire purchase contracts	67,168	27,777
Trade creditors	89,327	70,644
Taxation and social security	96,022	200,775
Other creditors	136,672	121,548
	<u>649,811</u>	<u>614,788</u>

8. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	30.4.17	30.4.16
	£	£
Bank loans	713,923	819,516
Hire purchase contracts	103,596	-
	<u>817,519</u>	<u>819,516</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more 5 yr by instal	<u>-</u>	<u>43,340</u>

9. **SECURED DEBTS**

The following secured debts are included within creditors:

	30.4.17	30.4.16
	£	£
Bank overdraft	44,153	-
Bank loans	930,392	1,013,560
	<u>974,545</u>	<u>1,013,560</u>

The bank hold a bond and floating charge for all monies due in respect of the business bank accounts.
The bank loan is secured on development properties included in stock and also personal guarantees provided by the directors.

10. **RELATED PARTY DISCLOSURES**

During the year, total dividends of £54,000 were paid to the directors .

Other creditors includes £60,028 due to the directors.

The company is under the control of the shareholders and directors, George and Davina Hanson.
The bank loan is secured by personal guarantees from the directors.

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.