

GORDON MITCHELL (CONTRACTORS) LIMITED

**UNAUDITED ABBREVIATED FINANCIAL
STATEMENTS**

FOR THE YEAR ENDED 31 MAY 2016

THURSDAY



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COMPANIES HOUSE

GORDON MITCHELL (CONTRACTORS) LIMITED

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GORDON MITCHELL (CONTRACTORS) LIMITED

ABBREVIATED BALANCE SHEET

AS AT 31 MAY 2016

| | Notes | 2016 £ | £ | 2015 £ | £ |
|--|-------|-------------|-----------|-------------|-----------|
| Fixed assets | | | | | |
| Tangible assets | 2 | | 1,292,751 | | 1,382,690 |
| Current assets | | | | | |
| Stocks | | 158,866 | | 97,243 | |
| Debtors | 3 | 735,938 | | 823,050 | |
| Cash at bank and in hand | | 67,092 | | 163,708 | |
| | | 961,896 | | 1,084,001 | |
| Creditors: amounts falling due within one year | 4 | (1,363,785) | | (1,284,594) | |
| Net current liabilities | | | (401,889) | | (200,593) |
| Total assets less current liabilities | | | 890,862 | | 1,182,097 |
| Creditors: amounts falling due after more than one year | 5 | | (241,620) | | (399,641) |
| Provisions for liabilities | | | (92,041) | | (121,070) |
| | | | 557,201 | | 661,386 |
| Capital and reserves | | | | | |
| Called up share capital | 6 | | 10,000 | | 10,000 |
| Profit and loss account | | | 547,201 | | 651,386 |
| Shareholders' funds | | | 557,201 | | 661,386 |

GORDON MITCHELL (CONTRACTORS) LIMITED

ABBREVIATED BALANCE SHEET (CONTINUED)

AS AT 31 MAY 2016

For the financial year ended 31 May 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' 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 directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

Approved by the Board for issue on 21/2/17



.....
G R Mitchell
Director

Company Registration No. SC189883

GORDON MITCHELL (CONTRACTORS) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 MAY 2016

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

1.2 Turnover and profits

Turnover represents amounts receivable for goods and services net of VAT.

In the case of long-term contracts, turnover is determined by reference to the valuation of work carried out to date.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

| | |
|-----------------------------|------------------------|
| Land and buildings Freehold | - Nil |
| Tenant's improvements | - 10% reducing balance |
| Plant and machinery | - 20% reducing balance |
| Motor vehicles | - 20% reducing balance |

No depreciation is provided on land as it has an unlimited life.

1.4 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over their useful lives or, in the case of finance leases, the lease term if this is shorter. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the repayment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.5 Stock

Stock is valued at the lower of cost and net realisable value.

1.6 Long term contracts

Long-term contract balances represent costs incurred on specific contracts, net of amounts transferred to cost of sales in respect of work recorded as turnover, less foreseeable losses and payments on account not matched with turnover. No profit is recognised until the contract has advanced to a stage where the total profit can be assessed with reasonable certainty. Provision is made for the full amount of foreseeable losses on contracts.

1.7 Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the year.

GORDON MITCHELL (CONTRACTORS) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2016

1 Accounting policies

(Continued)

1.8 Deferred taxation

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements. Deferred tax assets are recognised to the extent that it is regarded as more likely than not they will be recovered. Deferred tax assets and liabilities are not discounted.

2 Fixed assets

| | Tangible assets £ |
|-----------------------|----------------------|
| Cost | |
| At 1 June 2015 | 3,337,899 |
| Additions | 133,578 |
| | <hr/> |
| At 31 May 2016 | 3,471,477 |
| | <hr/> |
| Depreciation | |
| At 1 June 2015 | 1,955,209 |
| Charge for the year | 223,517 |
| | <hr/> |
| At 31 May 2016 | 2,178,726 |
| | <hr/> |
| Net book value | |
| At 31 May 2016 | 1,292,751 |
| | <hr/> |
| At 31 May 2015 | 1,382,690 |
| | <hr/> |

3 Debtors

Debtors include an amount of £132,285 (2015 - £133,580) which is due after more than one year.

4 Creditors: amounts falling due within one year

The aggregate amount of creditors for which security has been given amounted to £120,444 (2015 - £120,444).

5 Creditors: amounts falling due after more than one year

The aggregate amount of creditors for which security has been given amounted to £180,664 (2015 - £301,108).

GORDON MITCHELL (CONTRACTORS) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MAY 2016

| | | | |
|----------|---|-------------------|-------------------|
| 6 | Share capital | 2016 | 2015 |
| | | £ | £ |
| | Allotted, called up and fully paid | | |
| | 10,000 Ordinary shares of £1 each | 10,000 | 10,000 |
| | | <u> </u> | <u> </u> |

7 Related party relationships and transactions

Advances and credits to directors

Advances and credits granted to the directors during the year are outlined in the table below:

| | % Rate | Opening Balance £ | Amounts Advanced £ | Interest Charged £ | Amounts Repaid £ | Closing Balance £ |
|---|-------------------|----------------------------------|-----------------------------------|-----------------------------------|---------------------------------|----------------------------------|
| G R Mitchell - Personal expenditure | - | 9,221 | 78 | - | 7,000 | 2,299 |
| Mrs J A Mitchell - Personal expenditure | - | 9,995 | - | - | 1,058 | 8,937 |
| | | <u> </u> | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| | | 19,216 | 78 | - | 8,058 | 11,236 |
| | | <u> </u> | <u> </u> | <u> </u> | <u> </u> | <u> </u> |

The directors have provided personal guarantees and securities and assigned life policies to the company's bankers as security for the company's borrowings.

During the year there were payments for use of intellectual property totaling £14,030 (2015 - £13,800) paid to the directors' pension scheme.