

BAPP Industrial Supplies (Lancs) Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 December 2016

Thorntons
Chartered Certified Accountants
176-178 Pontefract Road
Cudworth
Barnsley
South Yorkshire
S72 8BE

BAPP Industrial Supplies (Lancs) Limited

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BAPP Industrial Supplies (Lancs) Limited
Company Information

Directors Mr Dean Cook

Mr Richard Knight

Company secretary Mr Richard Knight

Registered office The Trafalgar
Belfield Road
Rochdale
Lancashire
OL16 2UX

Accountants Thorton's Chartered Certified Accountants
176-178 Pontefract Road
Cudworth Barnsley Yorkshire
South S72 8BE

**Chartered Certified Accountants' Report to the Board of Directors on the Preparation
of the Unaudited Statutory Accounts of
BAPP Industrial Supplies (Lancs) Limited
for the Year Ended 31 December 2016**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of BAPP Industrial Supplies (Lancs) Limited for the year ended 31 December 2016 as set out on pages 3 to 10 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/gb/en/discover/public-value/rulebook.html>.

This report is made solely to the Board of Directors of BAPP Industrial Supplies (Lancs) Limited, as a body, in accordance with the terms of our engagement letter dated 11 April 2006. Our work has been undertaken solely to prepare for your approval the accounts of BAPP Industrial Supplies (Lancs) Limited and state those matters that we have agreed to state to the Board of Directors of BAPP Industrial Supplies (Lancs) Limited, 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/gb/en/technical-activities/technical-resources-search/2009/october/factsheet-163-audit-exempt-companies.html>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than BAPP Industrial Supplies (Lancs) Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that BAPP Industrial Supplies (Lancs) Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of BAPP Industrial Supplies (Lancs) Limited. You consider that BAPP Industrial Supplies (Lancs) Limited 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 accounts of BAPP Industrial Supplies (Lancs) Limited. 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 accounts.

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Thorntons
Chartered Certified Accountants
176-178 Pontefract Road
Cudworth
Barnsley
South Yorkshire
S72 8BE

12 May 2017

BAPP Industrial Supplies (Lancs) Limited
(Registration number: 01687936)
Balance Sheet as at 31 December 2016

	Note	2016 £	2015 £
Fixed assets			
Tangible assets	<u>4</u>	99,547	119,282
Current assets			
Stocks	<u>5</u>	185,000	180,654
Debtors	<u>6</u>	803,701	816,886
Cash at bank and in hand		209,138	371,214
		<hr/>	<hr/>
		1,197,839	1,368,754
Creditors: Amounts falling due within one year	<u>7</u>	(1,067,361)	(1,235,635)
		<hr/>	<hr/>
Net current assets		130,478	133,119
		<hr/>	<hr/>
Total assets less current liabilities		230,025	252,401
Creditors: Amounts falling due after more than one year	<u>7</u>	(25,701)	(48,647)
		<hr/>	<hr/>
Net assets		204,324	203,754
		<hr/> <hr/>	<hr/> <hr/>
Capital and reserves			
Called up share capital		10,000	10,000
Profit and loss account		194,324	193,754
		<hr/>	<hr/>
Total equity		204,324	203,754
		<hr/> <hr/>	<hr/> <hr/>

For the financial year ending 31 December 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 accounts for the year in question in

accordance with section 476; and

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- The directors acknowledge their 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.

The notes on pages 5 to 10 form an integral part of these financial statements.

BAPP Industrial Supplies (Lancs) Limited
(Registration number: 01687936)
Balance Sheet as at 31 December 2016

Approved and authorised by the Board on 12 May 2017 and signed on its behalf by:

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Mr Dean Cook

Director

The notes on pages 5 to 10 form an integral part of these financial statements.

BAPP Industrial Supplies (Lancs) Limited

Notes to the Financial Statements for the Year Ended 31 December 2016

1 General information

The company is a private company limited by share capital incorporated in England and Wales.

The address of its registered office is:
The Trafalgar
Belfield Road
Rochdale
Lancashire
OL16 2UX

These financial statements were authorised for issue by the Board on 12 May 2017.

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.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Motor vehicles	25% Straight line basis
Fixtures and fittings	10-33% Straight line basis
Land and buildings	10% Straight line basis

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.

BAPP Industrial Supplies (Lancs) Limited
Notes to the Financial Statements for the Year Ended 31 December 2016

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.

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.

BAPP Industrial Supplies (Lancs) Limited
Notes to the Financial Statements for the Year Ended 31 December 2016

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

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.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 16 (2015 - 13).

BAPP Industrial Supplies (Lancs) Limited
Notes to the Financial Statements for the Year Ended 31 December 2016

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 January 2016	10,750	79,244	182,587	272,581
Additions	-	7,049	18,987	26,036
Disposals	-	-	(16,665)	(16,665)
	10,750	86,293	184,909	281,952
Depreciation				
At 1 January 2016	10,750	69,105	73,444	153,299
Charge for the year	-	7,058	38,713	45,771
Eliminated on disposal	-	-	(16,665)	(16,665)
	10,750	76,163	95,492	182,405
Carrying amount				
At 31 December 2016	-	10,130	89,417	99,547
At 31 December 2015	-	10,139	109,143	119,282

Included within the net book value of land and buildings above is £Nil (2015 - £Nil) in respect of freehold land and buildings.

5 Stocks

	2016	2015
	£	£
Other inventories	185,000	180,654
	<hr/>	<hr/>

6 Debtors

	2016	2015
	£	£
Trade debtors	602,088	617,819
Other debtors	201,613	199,067
	<hr/>	<hr/>
Total current trade and other debtors	803,701	816,886
	<hr/>	<hr/>

BAPP Industrial Supplies (Lancs) Limited
Notes to the Financial Statements for the Year Ended 31 December 2016

7 Creditors

	Note	2016 £	2015 £
Due within one year			
Bank loans and overdrafts	<u>8</u>	492,219	491,980
Trade creditors		445,282	453,570
Taxation and social security		14,508	25,458
Other creditors		115,352	264,627
		<hr/> 1,067,361	<hr/> 1,235,635
		<hr/> <hr/>	<hr/> <hr/>
Due after one year			
Loans and borrowings	<u>8</u>	25,701	48,647
		<hr/> <hr/>	<hr/> <hr/>

8 Loans and borrowings

	2016 £	2015 £
Non-current loans and borrowings		
Finance lease liabilities	25,701	48,647
	<hr/> <hr/>	<hr/> <hr/>
Current loans and borrowings		
Finance lease liabilities	34,078	34,242
Other borrowings	458,141	457,738
	<hr/> 492,219	<hr/> 491,980
	<hr/> <hr/>	<hr/> <hr/>

9 Related party transactions

Income and receivables from related parties

2016	Entities with joint control or significant influence £
Sale of goods	146,922
Receipt of services	11,380
	<hr/> 158,302 <hr/>

BAPP Industrial Supplies (Lancs) Limited
Notes to the Financial Statements for the Year Ended 31 December 2016

2015	Entities with joint control or significant influence £
Sale of goods	108,974
Receipt of services	22,760
	<hr/>
	131,734
	<hr/>
Expenditure with and payables to related parties	
2016	Entities with joint control or significant influence £
Purchase of goods	1,074,551
Rendering of services	281,947
	<hr/>
	1,356,498
	<hr/>
2015	Entities with joint control or significant influence £
Purchase of goods	1,139,823
Rendering of services	301,328
	<hr/>
	1,441,151
	<hr/>