REGISTERED NUMBER: 02680925 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2018

FOR

COMPOUND LTD

Astral Accountancy Services Limited
Astral House
Granville Way
Bicester
Oxfordshire
OX26 4JT

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COMPANY INFORMATION
FOR THE YEAR ENDED 31 JANUARY 2018

DIRECTOR:	R J Eades
SECRETARY:	Mrs C V Eades
REGISTERED OFFICE:	Tower Hill Business Park Poundon Bicester Oxfordshire OX27 9BD
REGISTERED NUMBER:	02680925 (England and Wales)
ACCOUNTANTS:	Astral Accountancy Services Limited Astral House Granville Way Bicester Oxfordshire OX26 4JT

BALANCE SHEET
31 JANUARY 2018

	Notes	2018 £	2018 £	2017 £	2017 £
FIXED ASSETS					
Tangible assets	4		**910,825**		979,606
Investments	5		**3**		3
			910,828		979,609
CURRENT ASSETS					
Debtors	6	**411,949**		401,874	
Cash at bank and in hand		**958,122**		893,181	
		1,370,071		1,295,055	
CREDITORS					
Amounts falling due within one year	7	**347,240**		346,893	
NET CURRENT ASSETS			**1,022,831**		948,162
TOTAL ASSETS LESS CURRENT LIABILITIES			**1,933,659**		1,927,771
PROVISIONS FOR LIABILITIES			**39,421**		53,857
NET ASSETS			**1,894,238**		1,873,914
CAPITAL AND RESERVES					
Called up share capital	8		**30,000**		30,000
Retained earnings			**1,864,238**		1,843,914
SHAREHOLDERS' FUNDS			**1,894,238**		1,873,914

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 January 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 January 2018 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

(a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and

(b) 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.

The notes form part of these financial statements

continued...

BALANCE SHEET - continued
31 JANUARY 2018

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 director on 25 July 2018 and were signed by:

R J Eades - Director

1. STATUTORY INFORMATION

Compound Ltd is a private company, limited by shares , registered in England and Wales. 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.

Significant judgements and estimates
The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in the accounting policies below.

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances

Turnover
Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Revenue for the provision of services is recognised when it is probable that an economic benefit will flow to the entity and the Revenue costs can be reliably measured. For continuing services, revenue is recognised when the stage of completion can be reliably measured.

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance

No depreciation is provided in respect of freehold property. This conflicts with the requirements of the Companies Act 2006 that all properties should be depreciated. The director considers that, as this property is being fully maintained and its value is not diminishing, to depreciate it would not give a true and fair view.

Investments in subsidiaries
Investments in subsidiary undertakings are recognised at cost.

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.

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2. ACCOUNTING POLICIES - continued

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.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 3 (2017 - 3) .

4. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 February 2017	681,202	1,502,429	16,762	61,748	2,262,141
Additions	-	7,761	-	-	7,761
At 31 January 2018	681,202	1,510,190	16,762	61,748	2,269,902
DEPRECIATION					
At 1 February 2017	-	1,225,172	16,650	40,713	1,282,535
Charge for year	-	71,255	28	5,259	76,542
At 31 January 2018	-	1,296,427	16,678	45,972	1,359,077
NET BOOK VALUE					
At 31 January 2018	681,202	213,763	84	15,776	910,825
At 31 January 2017	681,202	277,257	112	21,035	979,606

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NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JANUARY 2018

5. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 February 2017 and 31 January 2018	**3**
NET BOOK VALUE	
At 31 January 2018	**3**
At 31 January 2017	3

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade debtors	**25,484**	56,047
Amounts owed by group undertakings	**383,519**	259,234
Other debtors	**2,946**	86,593
	411,949	401,874

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade creditors	**-**	64,571
Tax	**22,146**	25,444
Social security and other taxes	-	382
VAT	**27,058**	-
Other creditors	**78,896**	43,896
Directors' current accounts	**219,140**	212,600
	347,240	346,893

8. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2018 £	2017 £
300,000	Ordinary shares	10p	**30,000**	30,000

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9. RELATED PARTY DISCLOSURES

During the year the company traded with its subsidiary company Ratec Research Limited. The following transactions arose

	2018	2017
£ £		
Hire of plant & machinery	64,000	63,000
Rent payable	60,250	60,250
Management charge	105,000	105,000
Light & heat recharged	14,024	14,220
Repairs & renewals	-	595

As at 31 January 2018 £383,519 was owed by Ratec Research Limited (2017 £259,234).