REGISTERED NUMBER: 03920696 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2019

FOR

SMARTCOM SOLUTIONS LIMITED

CONTENTS OF THE FINANCIAL STATEMENTS
for the year ended 30 June 2019

SMARTCOM SOLUTIONS LIMITED

COMPANY INFORMATION
for the year ended 30 June 2019

DIRECTOR:	M J Commander
REGISTERED OFFICE:	Bourne End Kineton Road Ind Estate Southam Warwickshire CV47 0NA
REGISTERED NUMBER:	03920696 (England and Wales)
BANKERS:	HSBC PO Box 88 The Parade Leamington Spa Warwickshire CV32 4BU

ABRIDGED BALANCE SHEET
30 June 2019

	Notes	2019 £	2019 £	2018 £	2018 £
FIXED ASSETS					
Intangible assets	4		**194,000**		291,000
Tangible assets	5		**382,104**		413,425
			576,104		704,425
CURRENT ASSETS					
Stocks		**53,251**		50,713	
Debtors		**247,454**		272,300	
Cash at bank		**793,571**		2,063,032	
		1,094,276		2,386,045	
CREDITORS					
Amounts falling due within one year		**305,829**		773,225	
NET CURRENT ASSETS			**788,447**		1,612,820
TOTAL ASSETS LESS CURRENT LIABILITIES			**1,364,551**		2,317,245
CREDITORS					
Amounts falling due after more than one year			**(7,518)**		(25,600)
PROVISIONS FOR LIABILITIES			**(59,975)**		(182,173)
NET ASSETS			**1,297,058**		2,109,472
CAPITAL AND RESERVES					
Called up share capital	8		**5,055**		10,100
Capital redemption reserve			**5,045**		-
Retained earnings			**1,286,958**		2,099,372
SHAREHOLDERS' FUNDS			**1,297,058**		2,109,472

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2019 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...

ABRIDGED BALANCE SHEET - continued
30 June 2019

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

All the members have consented to the preparation of an abridged Income Statement and an abridged Balance Sheet for the year ended 30 June 2019 in accordance with Section 444(2A) of the Companies Act 2006.

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 4 December 2019 and were signed by:

M J Commander - Director

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 June 2019

1. **STATUTORY INFORMATION**

Smartcom Solutions Limited 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 provision 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 are presented in sterling which is the functional currency of the company and is rounded to the nearest £1.

Turnover
Turnover comprises the value of sales (excluding value added tax, similar taxes and trade discounts) of goods and services provided in the normal course of business. Revenue is recognised when the goods are despatched, which is the same day on which the goods are delivered and hence is the point at which the risks and rewards of ownership passes to the buyer.

Goodwill
Goodwill, being the amount paid in connection with the acquisition of a business in 2016, is being amortised evenly over its estimated useful life of five years.

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.

Plant and machinery	- 10% on reducing balance
Office equipment	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- Over 3 years

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.

continued...

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.

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.

Investments

Fixed asset investments are stated at cost less provision for diminution in value.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 13 (2018 - 17) .

4. **INTANGIBLE FIXED ASSETS**

	Totals £
COST	
At 1 July 2018	
and 30 June 2019	**485,000**
AMORTISATION	
At 1 July 2018	**194,000**
Amortisation for year	**97,000**
At 30 June 2019	**291,000**
NET BOOK VALUE	
At 30 June 2019	**194,000**
At 30 June 2018	291,000

The goodwill has arisen from the acquisition of the trade and assets of Smartcom Laser LLP.

continued...

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 June 2019

5. TANGIBLE FIXED ASSETS

	Totals £
COST	
At 1 July 2018	**821,421**
Additions	**24,502**
Disposals	**(36,050)**
At 30 June 2019	**809,873**
DEPRECIATION	
At 1 July 2018	**407,996**
Charge for year	**45,208**
Eliminated on disposal	**(25,435)**
At 30 June 2019	**427,769**
NET BOOK VALUE	
At 30 June 2019	**382,104**
At 30 June 2018	413,425

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

	Totals £
COST	
At 1 July 2018	**317,000**
Additions	**19,643**
At 30 June 2019	**336,643**
DEPRECIATION	
At 1 July 2018	**131,853**
Charge for year	**20,561**
At 30 June 2019	**152,414**
NET BOOK VALUE	
At 30 June 2019	**184,229**
At 30 June 2018	185,147

6. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2019	2018
	£	£
Net obligations repayable:		
Within one year	**30,348**	44,200
Between one and five years	**7,518**	25,600
	37,866	69,800

continued...

6. LEASING AGREEMENTS - continued

	Non-cancellable operating leases	
	2019	2018
	£	£
Within one year	**65,867**	68,468
Between one and five years	**-**	578
	65,867	69,046

7. SECURED DEBTS

The following secured debts are included within creditors:

	2019	2018
	£	£
Hire purchase contracts	**37,866**	69,800

8. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	**2019**	2018
			£	£
5,005 (2018 - 10,000)	"A" Ordinary	£1	**5,005**	10,000
50 (2018 - 100)	"B" Ordinary	£1	**50**	100
			5,055	10,100

The "A" shares are voting shares with rights to dividends. The "B" shares are non-voting, non equity shares with rights to dividends.

9. PENSION COMMITMENTS

At the balance sheet date, unpaid contributions of £1,390 (2018 - £844) were due to the fund. They are included in creditors due within one year..