

COMPANY REGISTRATION NUMBER: 05226014

Registrar of Companies

EXPLOSIVE PRODUCTIONS LIMITED

**ANNUAL REPORT AND UNAUDITED
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED
31 DECEMBER 2017**

WEDNESDAY



A20 *A781803K* #209
13/06/2018
COMPANIES HOUSE

EXPLOSIVE PRODUCTIONS LIMITED**BALANCE SHEET AS AT 31 DECEMBER 2017**

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	4	511,273	466,642
Current assets			
Debtors	5	310,242	321,303
Cash at bank and in hand		<u>228,744</u>	<u>191,081</u>
		538,986	512,384
Creditors: Amounts falling due within one year	6	<u>(325,030)</u>	<u>(337,492)</u>
Net current assets		<u>213,956</u>	<u>174,892</u>
Total assets less current liabilities		725,229	641,534
Creditors: Amounts falling due after more than one year	6	(159,292)	(36,904)
Provisions for liabilities		<u>(9,183)</u>	<u>(18,218)</u>
Net assets		<u>556,754</u>	<u>586,412</u>
Capital and reserves			
Called up share capital	10	10	10
Profit and loss account		<u>556,744</u>	<u>586,402</u>
Total equity		<u>556,754</u>	<u>586,412</u>

The notes on pages 3 to 8 form an integral part of these financial statements.

EXPLOSIVE PRODUCTIONS LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2017 (CONTINUED)

For the financial year ending 31 December 2017 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
- 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.

Approved and authorised by the Board on 5 April 2018 and signed on its behalf by:


.....
Mr A P Sims
Director
Company registration number: 05226014

The notes on pages 3 to 8 form an integral part of these financial statements.

EXPLOSIVE PRODUCTIONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

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:

Units P7 & P8

Kingmoor Park Central

Kingmoor Business Park

Carlisle

CA6 4SD

These financial statements were authorised for issue by the Board on 5 April 2018.

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.

The financial statements are prepared in sterling, which is the functional currency of the entity. Monetary amounts in these financial statements are rounded to the nearest £.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

EXPLOSIVE PRODUCTIONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017 (CONTINUED)

2 ACCOUNTING POLICIES (continued)

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

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
Freehold property	10% Straight line
Motor vehicles	25% Reducing balance
Equipment	25% Straight line
Fixtures and fittings	25% Straight line
Computer equipment	25% Straight line

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.

EXPLOSIVE PRODUCTIONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017 (CONTINUED)

2 ACCOUNTING POLICIES (continued)

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease. 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.

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.

Financial instruments

Classification

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument.

Recognition and measurement

Basic financial instruments are initially recognised at the transaction price.

Impairment

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

Any reversals of impairment are recognised in profit or loss immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

3 STAFF NUMBERS

The average number of persons employed by the company (including directors) during the year, was 8 (2016 - 10).

EXPLOSIVE PRODUCTIONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017 (CONTINUED)

4 TANGIBLE ASSETS

	Freehold Property and Improvements £	Fixtures and Fittings £	Motor Vehicles £	Computer Equipment £	Equipment £	Total £
Cost or valuation						
At 1 January 2017	352,116	9,810	153,623	34,440	259,332	809,321
Additions	-	-	130,476	-	-	130,476
At 31 December 2017	<u>352,116</u>	<u>9,810</u>	<u>284,099</u>	<u>34,440</u>	<u>259,332</u>	<u>939,797</u>
Depreciation						
At 1 January 2017	38,275	6,026	83,542	24,825	190,011	342,679
Charge for the year	5,334	757	50,139	5,200	24,415	85,845
At 31 December 2017	<u>43,609</u>	<u>6,783</u>	<u>133,681</u>	<u>30,025</u>	<u>214,426</u>	<u>428,524</u>
Carrying amount						
At 31 December 2017	<u>308,507</u>	<u>3,027</u>	<u>150,418</u>	<u>4,415</u>	<u>44,906</u>	<u>511,273</u>
At 31 December 2016	<u>313,841</u>	<u>3,784</u>	<u>70,081</u>	<u>9,615</u>	<u>69,321</u>	<u>466,642</u>

Included within the net book value of land and buildings above is £308,507 (2016 - £313,841) in respect of freehold land and buildings.

EXPLOSIVE PRODUCTIONS LIMITED**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017
(CONTINUED)****5 DEBTORS**

	2017	2016
	£	£
Trade debtors	244,257	258,426
Prepayments	65,160	62,052
Other debtors	825	825
	<u>310,242</u>	<u>321,303</u>

6 CREDITORS**Creditors: amounts falling due within one year**

	Note	2017	2016
		£	£
Due within one year			
Bank loans and overdrafts	7	20,658	19,045
Trade creditors		31,073	11,931
Taxation and social security		62,661	88,114
Accruals and deferred income		171,830	168,263
Other creditors		38,808	50,139
		<u>325,030</u>	<u>337,492</u>

Creditors include bank loans and overdrafts of £Nil (2016 - £13,198) and net obligations under hire purchase contracts which are secured of £20,658 (2016 - £5,847).

Creditors: amounts falling due after more than one year

	Note	2017	2016
		£	£
Due after one year			
Loans and borrowings	7	<u>159,292</u>	<u>36,904</u>

Creditors include hire purchase contracts which are secured of £159,292 (2016 - £36,904).

EXPLOSIVE PRODUCTIONS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017
(CONTINUED)**

7 LOANS AND BORROWINGS

	2017	2016
	£	£
Non-current loans and borrowings		
Hire purchase	<u>159,292</u>	<u>36,904</u>
	2017	2016
	£	£
Current loans and borrowings		
Bank borrowings	-	13,198
Hire purchase	<u>20,658</u>	<u>5,847</u>
	<u>20,658</u>	<u>19,045</u>

8 RELATED PARTY TRANSACTIONS

Transactions with directors

	At 1 January 2017 £	Advances to directors £	Repay- ments by director £	At 31 December 2017 £
2017				
Mr A M Cope				
Directors loan account	<u>(3,944)</u>	<u>73,387</u>	<u>(69,500)</u>	<u>(57)</u>
Mr A P Sims				
Directors loan account	<u>(3,944)</u>	<u>73,387</u>	<u>(69,500)</u>	<u>(57)</u>
	At 1 January 2016 £	Advances to directors £	Repay- ments by director £	At 31 December 2016 £
2016				
Mr A M Cope				
Directors loan account	<u>(6,245)</u>	<u>9,449</u>	<u>(7,148)</u>	<u>(3,944)</u>
Mr A P Sims				
Directors loan account	<u>(649)</u>	<u>11,546</u>	<u>(14,841)</u>	<u>(3,944)</u>