

API Capacitors Ltd
Unaudited Financial Statements
for the Year Ended
31st December 2017

Haines Watts
Chartered Accountants
97 Yarmouth Road
Norwich
Norfolk
NR7 0HF

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for the Year Ended 31st December 2017**

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**Company Information
for the Year Ended 31st December 2017**

DIRECTORS: T C Baggott
Dr M J Robinson
D M Robinson

SECRETARY: D M Robinson

REGISTERED OFFICE: 44 Rose Lane
Norwich
Norfolk
NR1 1PN

REGISTERED NUMBER: 05973439 (England and Wales)

ACCOUNTANTS: Haines Watts
Chartered Accountants
97 Yarmouth Road
Norwich
Norfolk
NR7 0HF

Balance Sheet
31st December 2017

	Notes	2017 £	£	2016 £	£
FIXED ASSETS					
Tangible assets	4		327,703		514,340
CURRENT ASSETS					
Stocks		78,000		30,000	
Debtors	5	184,726		370,909	
Cash at bank and in hand		54,350		73,973	
		317,076		474,882	
CREDITORS					
Amounts falling due within one year	6	250,030		285,646	
NET CURRENT ASSETS			67,046		189,236
TOTAL ASSETS LESS CURRENT LIABILITIES			394,749		703,576
CREDITORS					
Amounts falling due after more than one year	7		(352,558)		(612,846)
PROVISIONS FOR LIABILITIES			(12,549)		(45,333)
NET ASSETS			29,642		45,397
CAPITAL AND RESERVES					
Called up share capital			159,000		9,000
Retained earnings			(129,358)		36,397
SHAREHOLDERS' FUNDS			29,642		45,397

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st December 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31st December 2017 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

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

Balance Sheet - continued
31st December 2017

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 Board of Directors on 30th September 2018 and were signed on its behalf by:

Dr M J Robinson - Director

**Notes to the Financial Statements
for the Year Ended 31st December 2017**

1. STATUTORY INFORMATION

API Capacitors 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.

Turnover

Turnover represents net invoiced sales of goods and services excluding value added tax.

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.

Improvements to property	- 15% on cost
Plant and machinery	- 6.7% on cost
Fixtures and fittings	- 10% on cost
Computer equipment	- 33% on cost

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.

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.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Notes to the Financial Statements - continued
for the Year Ended 31st December 2017

2. ACCOUNTING POLICIES - continued**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.

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.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 28 (2016 - 28) .

4. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST					
At 1st January 2017	58,321	553,146	8,111	14,908	634,486
Additions	-	4,450	-	1,013	5,463
Disposals	-	(215,000)	-	-	(215,000)
At 31st December 2017	<u>58,321</u>	<u>342,596</u>	<u>8,111</u>	<u>15,921</u>	<u>424,949</u>
DEPRECIATION					
At 1st January 2017	24,080	80,391	2,363	13,312	120,146
Charge for year	8,332	36,860	814	900	46,906
Eliminated on disposal	-	(69,806)	-	-	(69,806)
At 31st December 2017	<u>32,412</u>	<u>47,445</u>	<u>3,177</u>	<u>14,212</u>	<u>97,246</u>
NET BOOK VALUE					
At 31st December 2017	<u>25,909</u>	<u>295,151</u>	<u>4,934</u>	<u>1,709</u>	<u>327,703</u>
At 31st December 2016	<u>34,241</u>	<u>472,755</u>	<u>5,748</u>	<u>1,596</u>	<u>514,340</u>

Notes to the Financial Statements - continued
for the Year Ended 31st December 2017

4. TANGIBLE FIXED ASSETS - continued

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

	Plant and machinery £
COST	
At 1st January 2017	442,399
Disposals	<u>(215,000)</u>
At 31st December 2017	<u>227,399</u>
DEPRECIATION	
At 1st January 2017	59,273
Charge for year	<u>29,464</u>
At 31st December 2017	<u>88,737</u>
NET BOOK VALUE	
At 31st December 2017	<u>138,662</u>
At 31st December 2016	<u>383,126</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Trade debtors	172,722	198,164
Other debtors	<u>12,004</u>	<u>172,745</u>
	<u>184,726</u>	<u>370,909</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Hire purchase contracts	-	44,515
Trade creditors	175,495	131,102
Taxation and social security	19,370	13,531
Other creditors	<u>55,165</u>	<u>96,498</u>
	<u>250,030</u>	<u>285,646</u>

7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2017 £	2016 £
Hire purchase contracts	134,040	134,039
Other creditors	<u>218,518</u>	<u>478,807</u>
	<u>352,558</u>	<u>612,846</u>

**Notes to the Financial Statements - continued
for the Year Ended 31st December 2017**

8. RELATED PARTY DISCLOSURES

During the year the company made sales of £113 (2016: £11,647) to PPI Engineering Ltd, a company in which APIE Holdings Ltd owns 39.39% of the allotted share capital. M J Robinson is also a director of PPI Engineering Ltd. The balance in debtors at 31 December 2017 relating to those sales was £46.00 (2016: £46).

During the year the company also made purchases of £4,822 (2016: £3,122) from PPI Engineering Ltd. The balance in creditors at 31 December 2017 relating to those sales was £nil (2016: £46).

During the year the company loaned amounts to PPI Engineering Ltd, at the year end PPI Engineering Ltd owed £2,055 (2016: £2,168).

9. ULTIMATE CONTROLLING PARTY

APIE Holdings Limited owns 100% of the issued share capital and is deemed the ultimate controlling party.

10. REORGANISATION

The company has gone through a substantial reorganisation initiative that have been driven by increases in raw material prices and increased competition in the industry. The reorganisation has meant the company can operate with sufficient operating margins. The company places a strong emphasis on controlling its costs through controlling fixed costs and ensuring reductions in variable costs. When ongoing costs management incentives are not adequate, the company takes actions to maintain costs to ensure competitive advantage is maintained including the restructuring of the business to improve efficiency and operating performance. This ensure the company can take full advantage of its cutting edge technology and capabilities.

The company continues to invest heavily in research & development and engineering expertise to continually develop cutting edge innovative products to meet changing customer requirements and emerging industry trends while maintaining core products. The company has increased its engineering staff and technical sales expertise to better serve these changing markets. Our ability to react to changing customer needs and new trends will be key to our success. The company intends to continue directing investment on developing new products and expertise.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.