

COMPANY REGISTRATION NUMBER: 06516522

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Addfield Environmental Systems Limited
Filleted Unaudited Financial Statements
30 September 2018



Addfield Environmental Systems Limited

Statement of Financial Position

30 September 2018

	Note	2018 £	2017 £
Fixed assets			
Intangible assets	5	7,500	20,000
Tangible assets	6	310,016	366,760
		<u>317,516</u>	<u>386,760</u>
Current assets			
Stocks		512,111	175,131
Debtors	7	2,174,940	1,085,912
Cash at bank and in hand		719,197	299,974
		<u>3,406,248</u>	<u>1,561,017</u>
Creditors: amounts falling due within one year	8	<u>2,075,174</u>	<u>605,997</u>
Net current assets		<u>1,331,074</u>	<u>955,020</u>
Total assets less current liabilities		<u>1,648,590</u>	<u>1,341,780</u>
Creditors: amounts falling due after more than one year	9	15,348	11,775
Provisions			
Taxation including deferred tax		36,000	40,000
Net assets		<u>1,597,242</u>	<u>1,290,005</u>
Capital and reserves			
Called up share capital		1,000	1,000
Profit and loss account		1,596,242	1,289,005
Shareholder funds		<u>1,597,242</u>	<u>1,290,005</u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of comprehensive income has not been delivered.

For the year ending 30 September 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The member has not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The statement of financial position
continues on the following page.

The notes on pages 3 to 7 form part of these financial statements.

Addfield Environmental Systems Limited

Statement of Financial Position *(continued)*

30 September 2018

These financial statements were approved by the board of directors and authorised for issue on 7 June 2019, and are signed on behalf of the board by:



S A Lloyd
Director

Company registration number: 06516522

The notes on pages 3 to 7 form part of these financial statements.

Addfield Environmental Systems Limited

Notes to the Financial Statements

Year ended 30 September 2018

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Unit 9, Zone 4, Burntwood Business Park, Burntwood, Staffordshire, WS7 3XD.

2. Statement of compliance

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

(a) Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

(b) Revenue recognition

Turnover represents the total invoice value, excluding value added tax, of sales made during the year and derives from the provision of goods falling within the company's ordinary activities.

In respect of long term contracts and contracts for on-going services, turnover is recognised to the extent that the company obtains a right to consideration as contract activity progresses.

(c) Income tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that 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 that are expected to apply to the reversal of the timing difference.

Addfield Environmental Systems Limited

Notes to the Financial Statements *(continued)*

Year ended 30 September 2018

3. Accounting policies *(continued)*

(d) Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the profit and loss account.

(e) Goodwill

Goodwill arises on business acquisitions and represents the excess of the cost of the acquisition over the company's interest in the net amount of the identifiable assets, liabilities and contingent liabilities of the acquired business.

Goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. It is amortised on a straight-line basis over its useful life. Where a reliable estimate of the useful life of goodwill or intangible assets cannot be made, the life is presumed not to exceed ten years.

(f) Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Goodwill	- 20% straight line
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If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

(g) Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

(h) Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold Property	- 25% straight line
Plant & Machinery	- 25% straight line
Fixtures, Fittings & Equipment	- 25% straight line
Motor Vehicles	- 25% straight line

(i) Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

Addfield Environmental Systems Limited

Notes to the Financial Statements *(continued)*

Year ended 30 September 2018

3. Accounting policies *(continued)*

(j) Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

(k) Finance leases and hire purchase contracts

Assets held under finance leases and hire purchase contracts are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset.

Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

(l) Government grants

Grants receivable from government agencies are recognised in the period to which they relate.

(m) Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

(n) Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Employee numbers

The average number of persons employed by the company during the year amounted to 41 (2017: 34).

Addfield Environmental Systems Limited

Notes to the Financial Statements (continued)

Year ended 30 September 2018

5. Intangible assets

	Goodwill £
Cost	
At 1 October 2017 and 30 September 2018	<u>50,000</u>
Amortisation	
At 1 October 2017	30,000
Charge for the year	<u>12,500</u>
At 30 September 2018	<u>42,500</u>
Carrying amount	
At 30 September 2018	<u>7,500</u>
At 30 September 2017	<u>20,000</u>

6. Tangible assets

	Land and buildings £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Total £
Cost					
At 1 October 2017	124,609	119,675	154,815	164,223	563,322
Additions	3,833	22,245	38,529	20,256	84,863
Disposals	–	–	–	(24,998)	(24,998)
At 30 September 2018	<u>128,442</u>	<u>141,920</u>	<u>193,344</u>	<u>159,481</u>	<u>623,187</u>
Depreciation					
At 1 October 2017	11,020	71,596	50,812	63,134	196,562
Charge for the year	31,632	25,539	39,016	29,275	125,462
Disposals	–	–	–	(8,853)	(8,853)
At 30 September 2018	<u>42,652</u>	<u>97,135</u>	<u>89,828</u>	<u>83,556</u>	<u>313,171</u>
Carrying amount					
At 30 September 2018	<u>85,790</u>	<u>44,785</u>	<u>103,516</u>	<u>75,925</u>	<u>310,016</u>
At 30 September 2017	<u>113,589</u>	<u>48,079</u>	<u>104,003</u>	<u>101,089</u>	<u>366,760</u>

7. Debtors

	2018 £	2017 £
Trade debtors	1,273,000	631,099
Other debtors	<u>901,940</u>	<u>454,813</u>
	<u>2,174,940</u>	<u>1,085,912</u>

Addfield Environmental Systems Limited

Notes to the Financial Statements *(continued)*

Year ended 30 September 2018

8. Creditors: amounts falling due within one year

	2018 £	2017 £
Trade creditors	860,528	210,012
Corporation tax	97,000	15,257
Social security and other taxes	38,892	19,733
Amounts due to connected companies	57,704	-
Amounts received on account	911,731	317,347
Other creditors	109,319	43,648
	<u>2,075,174</u>	<u>605,997</u>

Amounts due under finance leases and hire purchase contracts are secured by related assets.

9. Creditors: amounts falling due after more than one year

	2018 £	2017 £
Other creditors	<u>15,348</u>	<u>11,775</u>

The following amounts due under finance leases and hire purchase contracts are secured by related assets:

Amounts falling due within one year £9,552 (2017 - £10,820). Amounts falling due after more than one year £2,223 (2017 - £11,775).

10. Operating leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2018 £	2017 £
Not later than 1 year	153,177	159,963
Later than 1 year and not later than 5 years	596,186	586,625
Later than 5 years	464,181	607,006
	<u>1,213,544</u>	<u>1,353,594</u>

11. Directors' advances, credits and guarantees

Debtors include a balance of £83,264 due from S Lloyd (2017 - Creditors falling due within one year - £6,736 due to S Lloyd).

Interest of £5,691 has been charged to S Lloyd in respect of this loan, the maximum balance of which was £143,264 during the year.