

**KMS ADHESIVES LIMITED  
UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2018**

**Kms Adhesives Limited**  
**Unaudited Financial Statements**  
**For The Year Ended 31 December 2018**

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**Kms Adhesives Limited**  
**Balance Sheet**  
**As at 31 December 2018**

Registered number: 07993537

		<b>2018</b>		<b>2017</b>	
	<b>Notes</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>FIXED ASSETS</b>					
Intangible Assets	<b>3</b>		234,150		301,050
Tangible Assets	<b>4</b>		90,538		59,232
Investments	<b>5</b>		1		1
			<u>324,689</u>		<u>360,283</u>
<b>CURRENT ASSETS</b>					
Stocks	<b>6</b>	273,152		154,011	
Debtors	<b>7</b>	395,259		455,265	
Cash at bank and in hand		<u>264,007</u>		<u>621,855</u>	
		932,418		1,231,131	
<b>Creditors: Amounts Falling Due Within One Year</b>	<b>8</b>	<u>(259,263 )</u>		<u>(403,334 )</u>	
<b>NET CURRENT ASSETS (LIABILITIES)</b>			<u>673,155</u>		<u>827,797</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>997,844</u>		<u>1,188,080</u>
<b>PROVISIONS FOR LIABILITIES</b>					
Deferred Taxation			<u>(7,438 )</u>		<u>(4,064 )</u>
<b>NET ASSETS</b>			<u>990,406</u>		<u>1,184,016</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	<b>9</b>		751,000		751,000
Profit and Loss Account			<u>239,406</u>		<u>433,016</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>990,406</u>		<u>1,184,016</u>

**Kms Adhesives Limited**  
**Balance Sheet (continued)**  
**As at 31 December 2018**

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For the year ending 31 December 2018 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 in accordance with section 476 of the Companies Act 2006.
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.
- These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.
- The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

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**Mr Martin George**

**27/08/2019**

The notes on pages 3 to 6 form part of these financial statements.

**Kms Adhesives Limited**  
**Notes to the Financial Statements**  
**For The Year Ended 31 December 2018**

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**1. Accounting Policies**

**1.1. Basis of Preparation of Financial Statements**

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

**1.2. Turnover**

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

**Sale of goods**

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

**Rendering of services**

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

**1.3. Intangible Fixed Assets and Amortisation - Goodwill**

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the separable net assets. It is amortised to profit and loss account over its estimated economic life of 10 years.

**1.4. Tangible Fixed Assets and Depreciation**

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold	20% Straight line
Plant & Machinery	20% Straight line
Motor Vehicles	20% Reducing Balance
Fixtures & Fittings	20% Straight line

**1.5. Stocks and Work in Progress**

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

**1.6. Foreign Currencies**

Monetary 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 ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

**Kms Adhesives Limited**  
**Notes to the Financial Statements (continued)**  
**For The Year Ended 31 December 2018**

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**1.7. Taxation**

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other year and items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. The measurement of deferred tax liabilities and asset reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

**2. Average Number of Employees**

Average number of employees, including directors, during the year was as follows:

	<b>2018</b>	<b>2017</b>
Office and administration	6	6
	<u>6</u>	<u>6</u>

**3. Intangible Assets**

	<b>Goodwill</b>
	<b>£</b>
<b>Cost</b>	
As at 1 January 2018	669,000
As at 31 December 2018	<u>669,000</u>
<b>Amortisation</b>	
As at 1 January 2018	367,950
Provided during the period	66,900
As at 31 December 2018	<u>434,850</u>
<b>Net Book Value</b>	
As at 31 December 2018	<u>234,150</u>
As at 1 January 2018	<u>301,050</u>

**Kms Adhesives Limited**  
**Notes to the Financial Statements (continued)**  
**For The Year Ended 31 December 2018**

**4. Tangible Assets**

	<b>Land &amp; Property</b>				
	<b>Freehold</b>	<b>Plant &amp; Machinery</b>	<b>Motor Vehicles</b>	<b>Fixtures &amp; Fittings</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost</b>					
As at 1 January 2018	17,587	51,677	50,840	13,355	133,459
Additions	4,626	25,395	58,995	375	89,391
Disposals	(740 )	(3,224 )	(50,840 )	-	(54,804 )
As at 31 December 2018	21,473	73,848	58,995	13,730	168,046
<b>Depreciation</b>					
As at 1 January 2018	6,581	45,918	16,894	4,834	74,227
Provided during the period	4,754	2,630	11,781	2,478	21,643
Disposals	-	(850 )	(17,512 )	-	(18,362 )
As at 31 December 2018	11,335	47,698	11,163	7,312	77,508
<b>Net Book Value</b>					
As at 31 December 2018	10,138	26,150	47,832	6,418	90,538
As at 1 January 2018	11,006	5,759	33,946	8,521	59,232

**5. Investments**

	<b>Unlisted £</b>
<b>Cost</b>	
As at 1 January 2018	1
As at 31 December 2018	1
<b>Provision</b>	
As at 1 January 2018	-
As at 31 December 2018	-
<b>Net Book Value</b>	
As at 31 December 2018	1
As at 1 January 2018	1

**6. Stocks**

	<b>2018 £</b>	<b>2017 £</b>
Stock - materials and work in progress	273,152	154,011
	273,152	154,011

**Kms Adhesives Limited**  
**Notes to the Financial Statements (continued)**  
**For The Year Ended 31 December 2018**

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**7. Debtors**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
<b>Due within one year</b>		
Trade debtors	349,225	425,062
Prepayments and accrued income	9,937	20,640
Other debtors	36,097	9,563
	<u>395,259</u>	<u>455,265</u>

**8. Creditors: Amounts Falling Due Within One Year**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Trade creditors	192,014	126,807
Corporation tax	70	15,770
Other taxes and social security	65,847	65,673
Other creditors	30	193,842
Accruals and deferred income	1,302	1,242
	<u>259,263</u>	<u>403,334</u>

**9. Share Capital**

	<b>2018</b>	<b>2017</b>
Allotted, Called up and fully paid	<u>751,000</u>	<u>751,000</u>

**10. General Information**

Kms Adhesives Limited is a private company, limited by shares, incorporated in England & Wales, registered number 07993537. The registered office is The Old School Fairstead Lane, Little Cressingham, Watton, Norfolk, IP25 6NT.



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.