

IKO Chester Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 May 2017

Whitnalls Chartered & Certified Accountants

44a Liverpool Road
Lydiate
Liverpool
Merseyside
L31 2LZ

IKO Chester Limited

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IKO Chester Limited

Company Information for the Year Ended 31 May 2017

Director	I Gordon
Registered office	44a Liverpool Road Lydiate Liverpool Merseyside L31 2LZ
Bankers	Nat West Bank Plc Ormskirk 34 Moor Street Ormskirk Lancashire L39 2AL
Accountants	Whitnalls Chartered & Certified Accountants 44a Liverpool Road Lydiate Liverpool Merseyside L31 2LZ

IKO Chester Limited

(Registration number: 9457638)

Balance Sheet as at 31 May 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	<u>3</u>	147,990	156,368
Current assets			
Stocks	<u>4</u>	20,874	17,725
Debtors	<u>5</u>	172,099	7,185
Cash at bank and in hand		<u>30,713</u>	<u>91,171</u>
		223,686	116,081
Creditors: Amounts falling due within one year	<u>6</u>	<u>(141,431)</u>	<u>(153,646)</u>
Net current assets/(liabilities)		<u>82,255</u>	<u>(37,565)</u>
Total assets less current liabilities		230,245	118,803
Creditors: Amounts falling due after more than one year	<u>6</u>	(3,296)	(7,074)
Provisions for liabilities		<u>(17,612)</u>	<u>(11,907)</u>
Net assets		<u>209,337</u>	<u>99,822</u>
Capital and reserves			
Called up share capital		1	1
Profit and loss account		<u>209,336</u>	<u>99,821</u>
Total equity		<u>209,337</u>	<u>99,822</u>

The notes on pages 4 to 9 form an integral part of these financial statements.

IKO Chester Limited

(Registration number: 9457638)

Balance Sheet as at 31 May 2017

For the financial year ending 31 May 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges his 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 director on 27 November 2017

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I Gordon

Director

The notes on pages 4 to 9 form an integral part of these financial statements.
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IKO Chester Limited

Notes to the Financial Statements for the Year Ended 31 May 2017

1 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.

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.

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:

IKO Chester Limited

Notes to the Financial Statements for the Year Ended 31 May 2017

Asset class	Depreciation method and rate
Leasehold Improvements	20% per annum on cost
Fixtures & Fittings	15% per annum on reducing balance basis
Equipment	20% per annum on cost

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

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.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

IKO Chester Limited

Notes to the Financial Statements for the Year Ended 31 May 2017

2 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 12 (2016 - 12).

3 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Total £
Cost or valuation			
At 1 June 2016	114,987	68,981	183,968
Additions	2,457	27,116	29,573
At 31 May 2017	117,444	96,097	213,541
Depreciation			
At 1 June 2016	16,555	11,045	27,600
Charge for the year	23,384	14,567	37,951
At 31 May 2017	39,939	25,612	65,551
Carrying amount			
At 31 May 2017	77,505	70,485	147,990
At 31 May 2016	98,432	57,936	156,368

Included within the net book value of land and buildings above is £77,504 (2016 - £98,432) in respect of short leasehold land and buildings.

4 Stocks

	2017 £	2016 £
Other inventories	20,874	17,725

5 Debtors

	2017 £	2016 £
Prepayments	2,617	6,545
Other debtors	169,482	640
	172,099	7,185

IKO Chester Limited

Notes to the Financial Statements for the Year Ended 31 May 2017

6 Creditors

Creditors: amounts falling due within one year

	Note	2017 £	2016 £
Due within one year			
Loans and borrowings	<u>7</u>	157	207
Trade creditors		58,601	69,092
Taxation and social security		68,242	24,013
Accruals and deferred income		2,689	2,305
Other creditors		11,742	58,029
		<u>141,431</u>	<u>153,646</u>

Creditors: amounts falling due after more than one year

	Note	2017 £	2016 £
Due after one year			
Loans and borrowings	<u>7</u>	<u>3,296</u>	<u>7,074</u>

7 Loans and borrowings

	2017 £	2016 £
Non-current loans and borrowings		
Other borrowings	<u>3,296</u>	<u>7,074</u>

	2017 £	2016 £
Current loans and borrowings		
Other borrowings	<u>157</u>	<u>207</u>

IKO Chester Limited

Notes to the Financial Statements for the Year Ended 31 May 2017

8 Share capital

Allotted, called up and fully paid shares

	2017		2016	
	No.	£	No.	£
Ordinary Shares of £1 each	1	1	1	1

9 Related party transactions

Summary of transactions with other related parties

IKO Ventures Limited

(A company in which Ian Gordon is managing director and shareholder.)

Provide non interest bearing loans to and from IKO Chester to assist cashflow. At the balance sheet date the amount owed by IKO Chester Limited was £7,722.

IKO Crosby Limited

(A company inwhich Ian Gordon is managing director and shareholder.)

Provide non interest bearing loans to and from IKO Chester Limited to assist cashflow. At the balance sheet date the amount due to IKO Chester Limited was £14,817.

IKO Watergate Limited

(A company inwhich Ian Gordon is managing director and shareholder.)

Provide non interest bearing loans to and from IKO Chester Limited to assist cashflow. At the balance sheet date the amount due to IKO Chester Limited was £154,667.

IKO Chester Limited

Notes to the Financial Statements for the Year Ended 31 May 2017

10 Transition to FRS 102

No adjustments were made to the reported financial position and performance of the company on its first-time adoption of FRS102 Section 1A.

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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.