Registration number: 00189921

Larco Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 December 2016

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COMPANIES HOUSE

Forrester Boyd
Chartered Accountants
26 South Saint Mary's Gate
Grimsby
North East Lincolnshire
DN31 1LW

Larco Limited

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Larco Limited

Company Information

Directors	Mr M Harrington
	Mrs J Harrington
Company secretary	Mrs J Harrington
Registered office	Scandinavian Way Kiln Lane Industrial Estate Stallingborough N E Lincolnshire DN41 8DT
Solicitors	Wilkin Chapman LLP New Oxford House Town Hall Square Grimsby North East Lincolnshire DN31 1HE
Bankers	TSB Bank plc 43 Victoria Street GRIMSBY North East Lincolnshire DN31 1UU
Accountants	Forrester Boyd Chartered Accountants 26 South Saint Mary's Gate Grimsby North East Lincolnshire DN31 1LW

Chartered Accountants' Report to the Board of Directors on the Preparation of the Unaudited Statutory Accounts of Larco Limited for the Year Ended 31 December 2016

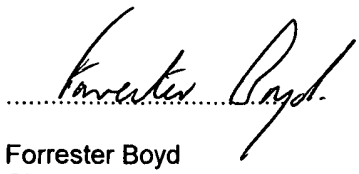
In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Larco Limited for the year ended 31 December 2016 as set out on pages 3 to 9 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at http://www.icaew.com/en/members/regulations-standards-and-guidance/.

This report is made solely to the Board of Directors of Larco Limited, as a body, in accordance with the terms of our engagement letter dated 10 October 2016. Our work has been undertaken solely to prepare for your approval the accounts of Larco Limited and state those matters that we have agreed to state to the Board of Directors of Larco Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Larco Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Larco Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Larco Limited. You consider that Larco Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Larco Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.



Forrester Boyd
Chartered Accountants
26 South Saint Mary's Gate
Grimsby
North East Lincolnshire
DN31 1LW

6 February 2017

Larco Limited

(Registration number: 00189921)
Balance Sheet as at 31 December 2016

	Note	2016 £	2015 £
Fixed assets			
Tangible assets	4	442,213	423,276
Current assets			
Stocks	5	105,041	122,412
Debtors	6	185,657	178,784
Cash at bank and in hand		125,375	30,266
		416,073	331,462
Creditors: Amounts falling due within one year	7	(154,558)	(139,679)
Net current assets		261,515	191,783
Total assets less current liabilities		703,728	615,059
Creditors: Amounts falling due after more than one year	7	(11,031)	(18,676)
Provisions for liabilities		(4,447)	(6,810)
Net assets		688,250	589,573
Capital and reserves			
Called up share capital		2,000	2,000
Revaluation reserve		270,872	233,885
Profit and loss account		415,378	353,688
Total equity		688,250	589,573

For the financial year ending 31 December 2016 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 6 February 2017 and signed on its behalf by:

M. Harrington

Mr M Harrington

Director

Larco Limited

Statement of Changes in Equity for the Year Ended 31 December 2016

	Share capital £	Revaluation reserve £	Profit and loss account £	Total £
At 1 January 2016	2,000	233,885	353,688	589,573
Profit for the year	-	-	137,745	137,745
Other comprehensive income	-	36,987	4,945	41,932
Total comprehensive income	-	36,987	142,690	179,677
Dividends	-	-	(81,000)	(81,000)
At 31 December 2016	2,000	270,872	415,378	688,250

	Share capital £	Revaluation reserve £	Profit and loss account £	Total £
At 1 January 2015	2,000	238,830	273,085	513,915
Profit for the year	-	-	121,658	121,658
Other comprehensive income	-	(4,945)	4,945	-
Total comprehensive income	-	(4,945)	126,603	121,658
Dividends	-	-	(46,000)	(46,000)
At 31 December 2015	2,000	233,885	353,688	589,573

The notes on pages 5 to 9 form an integral part of these financial statements.

1 General information

The company is a private company limited by share capital incorporated in England.

The address of its registered office is:
Scandinavian Way
Kiln Lane Industrial Estate
Stallingborough
N E Lincolnshire
DN41 8DT

These financial statements were authorised for issue by the Board on 6 February 2017.

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.

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
Land and buildings	2% per annum on cost
Plant and machinery	25% reducing balance
Fixtures and fittings	20% reducing balance
Motor vehicles	25% reducing balance

The part of the annual depreciation charged to the revaluation reserve relates to the depreciation charged in the year on the previous property revaluations.

Cash and cash equivalents
Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors
Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

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.

Trade creditors
Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

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.

Leases
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.

Share capital
Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

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.

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.

3 Staff numbers

The average number of employees in the year was 7 (2015: 7).

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Other property, plant and equipment £	Total £
Cost or valuation					
At 1 January 2016	488,790	103,551	85,998	18,790	697,129
Revaluations	41,932	-	-	-	41,932
At 31 December 2016	530,722	103,551	85,998	18,790	739,061
Depreciation					
At 1 January 2016	120,946	92,930	43,442	16,535	273,853
Charge for the year	9,776	2,125	10,642	452	22,995
At 31 December 2016	130,722	95,055	54,084	16,987	296,848
Carrying amount					
At 31 December 2016	400,000	8,496	31,914	1,803	442,213
At 31 December 2015	367,844	10,621	42,556	2,255	423,276

Included within the net book value of land and buildings above is £400,000 (2015 - £367,844) in respect of freehold land and buildings.

5 Stocks

	2016 £	2015 £
Raw materials and consumables	105,041	122,412

6 Debtors

	2016 £	2015 £
Trade debtors	181,473	154,523
Other debtors	4,184	24,261
Total current trade and other debtors	185,657	178,784

7 Creditors

	Note	2016 £	2015 £
Due within one year			
Bank loans and overdrafts	8	4,030	6,411
Trade creditors		89,111	77,103
Taxation and social security		19,420	17,280
Other creditors		41,997	38,885
		154,558	139,679
Due after one year			
Loans and borrowings	8	5,631	13,076
Other non-current financial liabilities		5,400	5,600
		11,031	18,676

8 Loans and borrowings

	2016 £	2015 £
Non-current loans and borrowings		
Finance lease liabilities	5,631	13,076

	2016 £	2015 £
Current loans and borrowings		
Finance lease liabilities	3,974	6,411
Other borrowings	56	-
	4,030	6,411

9 Related party transactions

Transactions with directors

2016	At 1 January 2016 £	Repayments by director £	At 31 December 2016 £
Mr M Harrington			
Directors loan account	9,736	(9,764)	(28)
Mrs J Harrington			
Directors loan account	9,736	(9,764)	(28)

2015	At 1 January 2015 £	Advances to directors £	At 31 December 2015 £
Mr M Harrington			
Directors loan account	9,648	88	9,736
Mrs J Harrington			
Directors loan account	9,648	88	9,736

Directors' remuneration

The directors' remuneration for the year was as follows:

	2016 £	2015 £
Remuneration	33,092	32,502
Contributions paid to money purchase schemes	3,300	3,600
	36,392	36,102

Dividends paid to directors

	2016 £	2015 £
Mr M Harrington		
	40,500	27,600
Mrs J Harrington		
	40,500	18,400