Registration number: 01333821

Adstone Construction Limited

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

Bissell & Brown Limited
Chartered Accountants
Charter House
56 High Street
Sutton Coldfield
West Midlands
B72 1UJ

Adstone Construction Limited

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Adstone Construction Limited

Company Information

Chairman	R G Stevens
Managing Director	J A Young
Directors	R G Stevens J A Young I Young A L Stevens G Howson
Company secretary	A L Stevens
Registered office	Adstone House Wassage Way Hampett Lovett Ind Estate Worcestershire WR9 0NY
Accountants	Bissell & Brown Limited Chartered Accountants Charter House 56 High Street Sutton Coldfield West Midlands B72 1UJ

Adstone Construction Limited

(Registration number: 01333821)
Balance Sheet as at 31 December 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	5	2,802,913	2,775,024
Current assets			
Stocks	6	180,226	147,500
Debtors	7	3,007,393	2,552,915
Cash at bank and in hand		1,277,312	1,168,553
		4,464,931	3,868,968
Creditors: Amounts falling due within one year	8	(2,716,566)	(1,923,251)
Net current assets		1,748,365	1,945,717
Total assets less current liabilities		4,551,278	4,720,741
Creditors: Amounts falling due after more than one year	8	(4,995)	(5,000)
Provisions for liabilities		(25,298)	(57,050)
Net assets		4,520,985	4,658,691
Capital and reserves			
Called up share capital	9	5,000	5,000
Revaluation reserve		1,694,982	1,694,982
Profit and loss account		2,821,003	2,958,709
Total equity		4,520,985	4,658,691

For the financial year ending 31 December 2017 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 Directors' Report or the Profit and Loss Account has been taken.

Approved and authorised by the Board on 14 September 2018 and signed on its behalf by:

.....

J A Young
Chief executive

The notes on pages 3 to 8 form an integral part of these financial statements.

Adstone Construction Limited

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

1 General information

The company is a incorporated in England & Wales. The company's registration number is 01333821.

The address of its registered office is:
Adstone House
Wassage Way
Hampett Lovett Ind Estate
Worcestershire
WR9 0NY

These financial statements were authorised for issue by the Board on 14 September 2018.

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. These provisions have been applied early.

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.

The financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest £.

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.

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.

2 Accounting policies (continued)

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	not depreciated
Freehold Property	1% Straight line
Plant & Machinery	20% Straight line
Fixture & Fittings	20% Straight line
Motor Vehicles	20% Straight line

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.

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.

2 Accounting policies (continued)

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 persons employed (including directors) during the year was 52 (2016 - 49).

4 Loss/profit before tax

Arrived at after charging/(crediting)

	2017	2016
	£	£
Depreciation expense	76,983	60,122

5 Tangible assets

	Land and buildings £	Fixtures and fittings £	Plant and machinery £	Motor vehicles £	Total £
Cost or valuation					
At 1 January 2017	2,600,000	75,509	1,667,665	222,835	4,566,009
Additions	-	29,913	48,620	39,099	117,632
Disposals	-	-	-	(31,900)	(31,900)
At 31 December 2017	2,600,000	105,422	1,716,285	230,034	4,651,741
Depreciation					
At 1 January 2017	39,000	47,121	1,598,878	105,986	1,790,985
Charge for the year	12,996	7,891	20,963	35,133	76,983
Eliminated on disposal	-	-	-	(19,140)	(19,140)
At 31 December 2017	51,996	55,012	1,619,841	121,979	1,848,828
Carrying amount					
At 31 December 2017	2,548,004	50,410	96,444	108,055	2,802,913
At 31 December 2016	2,561,000	28,388	68,787	116,849	2,775,024

Included within the net book value of land and buildings above is £2,548,004 (2016 - £2,561,000) in respect of freehold land and buildings.

5 Tangible assets (continued)

Revaluation

The fair value of the company's Land and Buildings was revalued on 21 September 2016 by an independent valuer.
The freehold property has been valued at open market value, based on vacant possession. The name and qualification of the independent valuer are Halls (Midlands) LLP of 1 Kings Court, Charles Hastings Way, Worcester, WR5 1JR, qualified surveyors professionally valued the freehold property.
Had this class of asset been measured on a historical cost basis, the carrying amount would have been £Nil (2016 - £Nil).

6 Stocks

	2017 £	2016 £
Raw materials and consumables	180,226	147,500

7 Debtors

	2017 £	2016 £
Trade debtors	2,806,540	2,474,580
Other debtors	132,660	2,326
Prepayments	68,193	76,009
Total current trade and other debtors	3,007,393	2,552,915

8 Creditors

Creditors: amounts falling due within one year

	Note	2017 £	2016 £
Due within one year			
Bank loans and overdrafts	8.1	463,484	449,012
Trade creditors		2,063,063	1,244,137
Taxation and social security		83,434	97,055
Other creditors		79,539	53,466
Accrued expenses		27,046	79,436
Corporation tax liability		-	145
		2,716,566	1,923,251
Due after one year			
Loans and borrowings	8.1	4,995	5,000

8 Creditors (continued)

8.1 Loans and borrowings

	2017 £	2016 £
Current loans and borrowings		
Bank overdrafts	152,253	4,068
Finance lease liabilities	6,660	10,050
Other borrowings	304,571	434,894
	463,484	449,012

	2017 £	2016 £
Non-current loans and borrowings		
Finance lease liabilities	4,995	5,000

9 Share capital

Allotted, called up and fully paid shares

	2017		2016	
	No.	£	No.	£
Ordinary share of £1 each	5,000	5,000	5,000	5,000

Rights, preferences and restrictions

Ordinary shares have the following rights, preferences and restrictions:
Holders of the ordinary share capital have a right to vote and receive dividends.

10 Dividends

Interim dividends paid

	2017 £	2016 £
Interim dividend of £Nil (2016 - £323.532) per each Ordinary share	-	161,766

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