

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017
FOR
D.I.P.T. LIMITED

Magma Audit LLP
Chartered Accountants
Statutory Auditor
Unit 2, Charnwood Edge Business Park
Syston Road
Leicestershire
LE7 4UZ

**CONTENTS OF THE FINANCIAL STATEMENTS
for the year ended 31 December 2017**

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	3

D.I.P.T. LIMITED

COMPANY INFORMATION
for the year ended 31 December 2017

DIRECTORS:

N Dawson
S D Lovatt
N P Rooney
C K Sanders
R B Sanders
M J Bradshaw

SECRETARY:

S D Lovatt

REGISTERED OFFICE:

Sidney Robinson Business Park
Ascot Drive
Derby
DE24 8EH

REGISTERED NUMBER:

01378621

AUDITORS:

Magma Audit LLP
Chartered Accountants
Statutory Auditor
Unit 2, Charnwood Edge Business Park
Syston Road
Leicestershire
LE7 4UZ

BALANCE SHEET
31 December 2017

	Notes	2017 £	2016 £
FIXED ASSETS			
Tangible assets	4	81,491	106,682
Investments	5	<u>2,250</u>	<u>2,400</u>
		83,741	109,082
CURRENT ASSETS			
Stocks	6	2,241,604	1,839,740
Debtors	7	964,521	607,443
Cash at bank		<u>388,521</u>	<u>666,009</u>
		3,594,646	3,113,192
CREDITORS			
Amounts falling due within one year	8	<u>(2,363,398)</u>	<u>(1,889,922)</u>
NET CURRENT ASSETS		1,231,248	1,223,270
TOTAL ASSETS LESS CURRENT LIABILITIES		1,314,989	1,332,352
CREDITORS			
Amounts falling due after more than one year	9	-	(6,103)
PROVISIONS FOR LIABILITIES		<u>(8,755)</u>	<u>(13,448)</u>
NET ASSETS		1,306,234	1,312,801
CAPITAL AND RESERVES			
Called up share capital		125,000	125,000
Retained earnings		<u>1,181,234</u>	<u>1,187,801</u>
		1,306,234	1,312,801

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors on 11 September 2018 and were signed on its behalf by:

C K Sanders - Director

S D Lovatt - Director

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2017

1. **STATUTORY INFORMATION**

D.I.P.T. Limited is a private company, limited by shares, registered in Not specified/Other. The company's registered number and registered office address can be found on the Company Information page.

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Revenue is recognised in the period in which the goods are despatched.

Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following basis:

Leasehold improvements	Over the term of the lease
Plant and Machinery	10% to 30% straight line
Fixtures, fittings and equipment	15% straight line

The asset's residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Interest in subsidiaries, associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in the profit or loss.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2017

2. ACCOUNTING POLICIES - continued

Financial instruments

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

(i) Financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

(ii) Financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Foreign currencies

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 of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2017

2. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to the profit and loss account so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

Fixed asset investment

Interests in subsidiaries, associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 27 (2016 - 26) .

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2017

4. TANGIBLE FIXED ASSETS

	Long leasehold land & buildings £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST					
At 1 January 2017	135,282	207,263	601,375	606,696	1,550,616
Additions	600	7,519	-	16,677	24,796
Disposals	(57,520)	(27,044)	-	(515,083)	(599,647)
At 31 December 2017	<u>78,362</u>	<u>187,738</u>	<u>601,375</u>	<u>108,290</u>	<u>975,765</u>
DEPRECIATION					
At 1 January 2017	121,773	187,656	566,024	568,481	1,443,934
Charge for year	3,981	5,718	12,544	17,706	39,949
Eliminated on disposal	(57,520)	(17,006)	-	(515,083)	(589,609)
At 31 December 2017	<u>68,234</u>	<u>176,368</u>	<u>578,568</u>	<u>71,104</u>	<u>894,274</u>
NET BOOK VALUE					
At 31 December 2017	<u>10,128</u>	<u>11,370</u>	<u>22,807</u>	<u>37,186</u>	<u>81,491</u>
At 31 December 2016	<u>13,509</u>	<u>19,607</u>	<u>35,351</u>	<u>38,215</u>	<u>106,682</u>

5. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 January 2017	2,400
Disposals	(150)
At 31 December 2017	<u>2,250</u>
NET BOOK VALUE	
At 31 December 2017	<u>2,250</u>
At 31 December 2016	<u>2,400</u>

6. STOCKS

	2017 £	2016 £
Stocks	<u>2,241,604</u>	<u>1,839,740</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Trade debtors	5,513	13,147
Amounts owed by group undertakings	237,107	162,367
Other debtors	89,613	278,734
Directors' loan accounts	533,034	16,588
Prepayments	99,254	136,607
	<u>964,521</u>	<u>607,443</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2017

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Bank overdraft	407,832	446,883
Hire purchase contracts	6,103	9,677
Trade creditors	946,321	900,393
Tax	8,929	4,675
Social security and other taxes	122,970	106,792
Other creditors	5,948	4,462
Amounts due to subsidiary undertakings	829,187	375,582
Directors' current accounts	-	7,345
Accruals and deferred income	36,108	34,113
	<u>2,363,398</u>	<u>1,889,922</u>

Net obligations under hire purchase contracts amounting to £6,103 (2016: £9,677) are secured by the assets concerned.

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2017	2016
	£	£
Hire purchase contracts	<u>-</u>	<u>6,103</u>

Net obligations under hire purchase contracts amounting to £Nil (2016: £6,103) are secured by the assets concerned.

10. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Paul Orton FCCA (Senior Statutory Auditor)
for and on behalf of Magma Audit LLP

11. FINANCIAL COMMITMENTS, GUARANTEES AND CONTINGENT LIABILITIES

There is a cross guarantee in place in respect of bank borrowings of other companies in the group.

At the Balance Sheet date, the total amount of commitments, guarantees and contingencies was £751,089 (2016: £950,905).

12. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

At the year end the Company was owed £16,183 from R B Sanders in the form of a director's loan account. The loan is interest free and has no fixed repayment terms. The loan account will be repaid within 9 months of the year end (2016: £7,345 due to R B Sanders).

At the year end the Company was owed £504,851 (2016: £4,588) from C K Sanders in the form of a director's loan account. The loan is interest free and has no fixed repayment terms. The loan account will be repaid within 9 months of the year end.

At the year end the Company was owed £5,000 (2016: £5,000) from S D Lovatt in the form of a director's loan account. The loan is interest free and has no fixed repayment terms.

At the year end the Company was owed £7,000 (2016: £7,000) from N P Rooney in the form of a director's loan account. The loan is interest free and has no fixed repayment terms.

13. RELATED PARTY DISCLOSURES

The smallest group for which consolidated financial statements are prepared which include the results of the company is that headed by D.I.P.T. Holdings Limited, whose registered office is Sidney Robinson Business Park, Ascot Drive, Derby, DE24 8EH.

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.