

**System 6 Kitchens Limited**

**Unaudited Abbreviated Accounts  
Year Ended 31 January 2016**

**Company Registration Number: 01902921**

**System 6 Kitchens Limited**  
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**System 6 Kitchens Limited**  
**Abbreviated Balance Sheet**  
**31 January 2016**

|                                                                | <b>Note</b> | <b>2016<br/>£</b>  | <b>2015<br/>£</b> |
|----------------------------------------------------------------|-------------|--------------------|-------------------|
| <b>Fixed assets</b>                                            |             |                    |                   |
| Tangible fixed assets                                          | <u>2</u>    | <u>2,703,191</u>   | <u>2,791,681</u>  |
| <b>Current assets</b>                                          |             |                    |                   |
| Stocks                                                         |             | 511,000            | 405,186           |
| Debtors                                                        |             | 810,173            | 820,292           |
| Cash at bank and in hand                                       |             | <u>2,875</u>       | <u>109</u>        |
|                                                                |             | 1,324,048          | 1,225,587         |
| <b>Creditors: Amounts falling due within one year</b>          |             | <u>(1,013,150)</u> | <u>(993,596)</u>  |
| <b>Net current assets</b>                                      |             | <u>310,898</u>     | <u>231,991</u>    |
| <b>Total assets less current liabilities</b>                   |             | 3,014,089          | 3,023,672         |
| <b>Creditors: Amounts falling due after more than one year</b> |             | (906,656)          | (996,691)         |
| <b>Provisions for liabilities</b>                              |             | <u>(35,000)</u>    | <u>(35,000)</u>   |
| <b>Net assets</b>                                              |             | <u>2,072,433</u>   | <u>1,991,981</u>  |
| <b>Capital and reserves</b>                                    |             |                    |                   |
| Called up share capital                                        | <u>4</u>    | 100                | 100               |
| Profit and loss account                                        |             | <u>2,072,333</u>   | <u>1,991,881</u>  |
| <b>Shareholders' funds</b>                                     |             | <u>2,072,433</u>   | <u>1,991,981</u>  |

The notes on pages 3 to 5 form an integral part of these financial statements.

**System 6 Kitchens Limited**  
**Abbreviated Balance Sheet**  
**31 January 2016 ..... continued**

For the year ending 31 January 2016 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

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 in accordance with the provisions applicable to companies subject to the small companies regime .

Approved by the Board on 12 October 2016 and signed on its behalf by:

Mr I Foster  
Director

Company Registration Number: 01902921

The notes on pages 3 to 5 form an integral part of these financial statements.

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# **System 6 Kitchens Limited**

## **Notes to the Abbreviated Accounts**

### **Year Ended 31 January 2016 ..... continued**

#### **1 Accounting policies**

##### **Basis of preparation**

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (Effective January 2015).

##### **Turnover**

Turnover represents the fair value of consideration receivable, excluding Value Added Tax, in the ordinary course of business for goods and services provided. Deposits received from customers and rental income are recognised in the profit and loss account in the period to which they relate.

##### **Government grants**

A grant of £54,000 was received to purchase the freehold of existing trading premises at Unit 4 Christow Road, Marsh Barton, Exeter. The grant is being deferred in line with the depreciation period of that property.

##### **Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

| <b>Asset class</b>              | <b>Depreciation method and rate</b>   |
|---------------------------------|---------------------------------------|
| Freehold and leasehold property | 2% straight line                      |
| Investment properties           | Not depreciated                       |
| Plant and machinery             | 25% reducing balance                  |
| Motor vehicles                  | 25% reducing balance                  |
| Office equipment                | 25% straight line or reducing balance |

##### **Investment properties**

Investment properties are held for their investment potential, rather than for consumption in the business operations. Investment properties are included in the balance sheet at their open market value, but without charging depreciation. Investment properties are thus treated differently from the generality of fixed assets, which are subject to depreciation charges to reflect, on a systematic basis, the wearing out, consumption or other loss of value of the asset.

##### **Stock**

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

**System 6 Kitchens Limited**  
**Notes to the Abbreviated Accounts**  
**Year Ended 31 January 2016 ..... continued**

**Deferred tax**

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes which have arisen but not reversed by the balance sheet date, except as required by the FRSSE. Deferred tax is measured at the rates that are expected to apply in the periods when the timing differences are expected to reverse, based on the tax rates and law enacted at the balance sheet date.

**Hire purchase and leasing**

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

**Pensions**

The company operates a defined contribution pension scheme. Contributions are recognised in the profit and loss account in the period in which they become payable in accordance with the rules of the scheme.

**2 Fixed assets**

|                       | <b>Tangible<br/>assets<br/>£</b> | <b>Total<br/>£</b> |
|-----------------------|----------------------------------|--------------------|
| <b>Cost</b>           |                                  |                    |
| At 1 February 2015    | 4,209,851                        | 4,209,851          |
| Additions             | 60,013                           | 60,013             |
| At 31 January 2016    | 4,269,864                        | 4,269,864          |
| <b>Depreciation</b>   |                                  |                    |
| At 1 February 2015    | 1,418,170                        | 1,418,170          |
| Charge for the year   | 148,503                          | 148,503            |
| At 31 January 2016    | 1,566,673                        | 1,566,673          |
| <b>Net book value</b> |                                  |                    |
| At 31 January 2016    | 2,703,191                        | 2,703,191          |
| At 31 January 2015    | 2,791,681                        | 2,791,681          |

**System 6 Kitchens Limited**  
**Notes to the Abbreviated Accounts**  
**Year Ended 31 January 2016 ..... continued**

**3 Creditors**

Creditors includes the following liabilities, on which security has been given by the company:

|                                              | <b>2016</b>      | <b>2015</b>      |
|----------------------------------------------|------------------|------------------|
|                                              | <b>£</b>         | <b>£</b>         |
| Amounts falling due within one year          | 176,958          | 227,629          |
| Amounts falling due after more than one year | 906,656          | 996,691          |
| Total secured creditors                      | <u>1,083,614</u> | <u>1,224,320</u> |

Included in the creditors are the following amounts due after more than five years:

|                                           | <b>2016</b>    | <b>2015</b>    |
|-------------------------------------------|----------------|----------------|
|                                           | <b>£</b>       | <b>£</b>       |
| After more than five years by instalments | <u>519,496</u> | <u>546,067</u> |

**4 Share capital**

Allotted, called up and fully paid shares

|                     | <b>2016</b>       |                   | <b>2015</b>       |                   |
|---------------------|-------------------|-------------------|-------------------|-------------------|
|                     | <b>No.</b>        | <b>£</b>          | <b>No.</b>        | <b>£</b>          |
| Ordinary of £1 each | 100               | 100               | 100               | 100               |
|                     | <u>          </u> | <u>          </u> | <u>          </u> | <u>          </u> |

**5 Related party transactions**

**Directors' advances and credits**

|                      | <b>2016</b>                      | <b>2016</b>         | <b>2015</b>                      | <b>2015</b>         |
|----------------------|----------------------------------|---------------------|----------------------------------|---------------------|
|                      | <b>Advance/<br/>Credit<br/>£</b> | <b>Repaid<br/>£</b> | <b>Advance/<br/>Credit<br/>£</b> | <b>Repaid<br/>£</b> |
| <b>Mr I Foster</b>   |                                  |                     |                                  |                     |
| Cash advances        | 62,110                           | -                   | 28,424                           | -                   |
| Reassignment of loan | 124,105                          | -                   | -                                | -                   |
| Interest             | -                                | -                   | 3,885                            | -                   |
| Dividends declared   | -                                | 72,000              | -                                | -                   |
|                      | <u>186,215</u>                   | <u>72,000</u>       | <u>32,309</u>                    | <u>-</u>            |