REGISTERED NUMBER: 01902921 (England and Wales)

System 6 Kitchens Limited

Unaudited Financial Statements for the Year Ended 31 January 2018

Haines Watts Exeter LLP
3 Southernhay West
Exeter
Devon
EX1 1JG

System 6 Kitchens Limited (Registered number: 01902921)

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for the Year Ended 31 January 2018

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System 6 Kitchens Limited

Company Information
for the Year Ended 31 January 2018

DIRECTORS:	T Dalton N K P Jones I Foster
REGISTERED OFFICE:	4 Christow Road Marsh Barton Exeter Devon EX2 8QP
REGISTERED NUMBER:	01902921 (England and Wales)
ACCOUNTANTS:	Haines Watts Exeter LLP 3 Southernhay West Exeter Devon EX1 1JG

Balance Sheet
31 January 2018

	Notes	2018 £	2017 £
FIXED ASSETS			
Intangible assets	4	49,734	63,932
Tangible assets	5	2,498,887	2,487,205
Investment property	6	976,913	976,913
		3,525,534	3,528,050
CURRENT ASSETS			
Stocks		793,488	631,778
Debtors	7	1,011,399	827,069
Cash at bank and in hand		2,842	19,029
		1,807,729	1,477,876
CREDITORS			
Amounts falling due within one year	8	(1,778,061)	(1,443,036)
NET CURRENT ASSETS		29,668	34,840
TOTAL ASSETS LESS CURRENT LIABILITIES		3,555,202	3,562,890
CREDITORS			
Amounts falling due after more than one year	9	(1,255,074)	(1,329,013)
PROVISIONS FOR LIABILITIES		(83,700)	(81,300)
NET ASSETS		2,216,428	2,152,577
CAPITAL AND RESERVES			
Called up share capital		100	100
Retained earnings		2,216,328	2,152,477
		2,216,428	2,152,577

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 January 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 January 2018 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

(a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and

(b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

continued...

Balance Sheet - continued
31 January 2018

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 Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 20 September 2018 and were signed on its behalf by:

N K P Jones - Director

1. STATUTORY INFORMATION

System 6 Kitchens Limited is a private company, limited by shares , registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

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.

Turnover
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 value added tax, returns, rebates and discounts and after eliminating sales within the company.

Deposits received from customers and rental income are recognised in the profit and loss account in the period to which they relate.

Intangible assets
Intangible assets are stated in the statement of financial position at cost, less any subsequent accumulated amortisation and subsequent accumulated impairment losses.

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Intangible computer assets - 25% reducing balance

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% per annum straight line
Plant and machinery	- 25% reducing balance
Fixtures and fittings	- 25% straight line and 25% reducing balance
Motor vehicles	- 25% reducing balance

Investment property
Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in profit or loss.

Stocks
Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

The cost of finished goods and work in progress comprises direct materials and those overheads that have been incurred in bringing the stocks 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 the profit or loss.

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2. **ACCOUNTING POLICIES - continued**

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.

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.

Finance Leases

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of 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.

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.

Government grants

Grants were received during the year in relation to the purchase of plant and equipment. The grants are being deferred in line with the depreciation method of the assets to which they relate.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 68 (2017 - 52) .

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4. INTANGIBLE FIXED ASSETS

	Other intangible assets £
COST	
At 1 February 2017	116,579
Additions	2,260
At 31 January 2018	118,839
AMORTISATION	
At 1 February 2017	52,647
Charge for year	16,458
At 31 January 2018	69,105
NET BOOK VALUE	
At 31 January 2018	49,734
At 31 January 2017	63,932

5. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 February 2017	2,229,154	1,449,834	216,836	258,846	4,154,670
Additions	2,711	200,672	8,908	51,998	264,289
At 31 January 2018	2,231,865	1,650,506	225,744	310,844	4,418,959
DEPRECIATION					
At 1 February 2017	399,671	958,033	185,380	124,381	1,667,465
Charge for year	41,618	160,973	9,432	40,584	252,607
At 31 January 2018	441,289	1,119,006	194,812	164,965	1,920,072
NET BOOK VALUE					
At 31 January 2018	1,790,576	531,500	30,932	145,879	2,498,887
At 31 January 2017	1,829,483	491,801	31,456	134,465	2,487,205

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6. INVESTMENT PROPERTY

	Total £
FAIR VALUE	
At 1 February 2017 and 31 January 2018	976,913
NET BOOK VALUE	
At 31 January 2018	976,913
At 31 January 2017	976,913

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade debtors	841,092	599,208
Other debtors	170,307	227,861
	1,011,399	827,069

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Bank loans and overdrafts	242,884	243,892
Hire purchase contracts	133,606	137,214
Trade creditors	920,969	734,806
Taxation and social security	183,856	87,463
Other creditors	296,746	239,661
	1,778,061	1,443,036

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

	2018 £	2017 £
Bank loans	890,487	979,926
Hire purchase contracts	364,587	349,087
	1,255,074	1,329,013
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	528,907	717,518

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10. SECURED DEBTS

The following secured debts are included within creditors:

	2018	2017
	£	£
Bank overdrafts	152,496	182,889
Bank loans	980,875	1,040,929
Hire purchase contracts	498,193	486,301
	1,631,564	1,710,119

The bank loans are secured over the property of the company.

The bank overdraft limit of £300,000 is secured by charge over the company's assets.

The hire purchase contracts are secured against the assets to which they relate.

11. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 31 January 2018 and 31 January 2017:

	2018	2017
	£	£
I Foster		
Balance outstanding at start of year	153,216	233,072
Amounts advanced	142,209	40,144
Amounts repaid	(197,484)	(120,000)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	97,941	153,216

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