

**COMPANY REGISTRATION NUMBER: 01940708**

**SOLSEAL LIMITED**

**FILLETED UNAUDITED FINANCIAL STATEMENTS**

**31 December 2018**

**SOLSEAL LIMITED**  
**FINANCIAL STATEMENTS**  
**Year ended 31 December 2018**  
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# SOLSEAL LIMITED

## BALANCE SHEET

31 December 2018

|                                                       | Note | 2018<br>£    | 2017<br>£  |
|-------------------------------------------------------|------|--------------|------------|
| <b>FIXED ASSETS</b>                                   |      |              |            |
| Tangible assets                                       | 6    | 32,539       | 26,550     |
| <b>CURRENT ASSETS</b>                                 |      |              |            |
| Stocks                                                |      | 193,037      | 94,152     |
| Debtors                                               | 7    | 693,068      | 529,520    |
| Cash at bank and in hand                              |      | 336,245      | 414,713    |
|                                                       |      | 1,222,350    | 1,038,385  |
| <b>CREDITORS: amounts falling due within one year</b> | 8    | ( 1,099,945) | ( 923,801) |
| <b>NET CURRENT ASSETS</b>                             |      | 122,405      | 114,584    |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>          |      | 154,944      | 141,134    |
| <b>PROVISIONS</b>                                     |      | ( 5,286)     | ( 4,214)   |
| <b>NET ASSETS</b>                                     |      | 149,658      | 136,920    |
| <b>CAPITAL AND RESERVES</b>                           |      |              |            |
| Called up share capital                               |      | 100          | 100        |
| Profit and loss account                               |      | 149,558      | 136,820    |
| <b>SHAREHOLDERS FUNDS</b>                             |      | 149,658      | 136,920    |

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the profit and loss account has not been delivered.

For the year ending 31 December 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476 ;
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements .

These financial statements were approved by the board of directors and authorised for issue on 13 June 2019 , and are signed on behalf of the board by:

**Mr N A H Jones Director**

**Company registration number: 01940708**

# **SOLSEAL LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

**Year ended 31 December 2018**

### **1. GENERAL INFORMATION**

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Unit 16A Norman Way, Severn Bridge Industrial Estate, Portskewett, Caldicot, NP26 5PT.

### **2. STATEMENT OF COMPLIANCE**

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

### **3. ACCOUNTING POLICIES**

#### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

#### **Turnover**

The turnover shown in the profit and loss account is derived from ordinary activities and represents the value of work done in the financial period, exclusive of Value Added Tax.

#### **Taxation**

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively. Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

#### **Goodwill**

Goodwill arises on business acquisitions and represents the excess of the cost of the acquisition over the company's interest in the net amount of the identifiable assets, liabilities and contingent liabilities of the acquired business. Goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. It is amortised on a straight-line basis over its useful life. Where a reliable estimate of the useful life of goodwill or intangible assets cannot be made, the life is presumed not to exceed ten years.

## **Amortisation**

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

|          |   |                   |
|----------|---|-------------------|
| Goodwill | - | 33% straight line |
|----------|---|-------------------|

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

## **Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

## **Depreciation**

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

|                       |   |                            |
|-----------------------|---|----------------------------|
| Leasehold property    | - | over the term of the lease |
| Fixtures and fittings | - | 15% straight line          |

## **Impairment of fixed assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date. For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets. For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

## Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

## Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the balance sheet and the amount of the provision as an expense. Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

## Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

## 4. EMPLOYEE NUMBERS

The average number of persons employed by the company during the year amounted to 5 (2017: 5 ).

## 5. INTANGIBLE ASSETS

|                                               | <b>Goodwill</b> |
|-----------------------------------------------|-----------------|
|                                               | <b>£</b>        |
| <b>Cost</b>                                   |                 |
| <b>At 1 January 2018 and 31 December 2018</b> | 745,406         |
|                                               | -----           |
| <b>Amortisation</b>                           |                 |
| <b>At 1 January 2018 and 31 December 2018</b> | 745,406         |
|                                               | -----           |
| <b>Carrying amount</b>                        |                 |
| <b>At 31 December 2018</b>                    | —               |
|                                               | -----           |
| <b>At 31 December 2017</b>                    | —               |
|                                               | -----           |

## 6. TANGIBLE ASSETS

|                            | Long leasehold<br>property<br>£ | Fixtures and<br>fittings<br>£ | Total<br>£    |
|----------------------------|---------------------------------|-------------------------------|---------------|
| <b>Cost</b>                |                                 |                               |               |
| At 1 January 2018          | 45,973                          | 11,072                        | 57,045        |
| Additions                  | 13,446                          | 7,560                         | 21,006        |
|                            | -----                           | -----                         | -----         |
| <b>At 31 December 2018</b> | <b>59,419</b>                   | <b>18,632</b>                 | <b>78,051</b> |
|                            | -----                           | -----                         | -----         |
| <b>Depreciation</b>        |                                 |                               |               |
| At 1 January 2018          | 25,967                          | 4,528                         | 30,495        |
| Charge for the year        | 12,585                          | 2,432                         | 15,017        |
|                            | -----                           | -----                         | -----         |
| <b>At 31 December 2018</b> | <b>38,552</b>                   | <b>6,960</b>                  | <b>45,512</b> |
|                            | -----                           | -----                         | -----         |
| <b>Carrying amount</b>     |                                 |                               |               |
| <b>At 31 December 2018</b> | <b>20,867</b>                   | <b>11,672</b>                 | <b>32,539</b> |
|                            | -----                           | -----                         | -----         |
| At 31 December 2017        | 20,006                          | 6,544                         | 26,550        |
|                            | -----                           | -----                         | -----         |

## 7. DEBTORS

|                                                                                                       | <b>2018</b><br><b>£</b> | <b>2017</b><br><b>£</b> |
|-------------------------------------------------------------------------------------------------------|-------------------------|-------------------------|
| Trade debtors                                                                                         | 352,632                 | 255,554                 |
| Amounts owed by group undertakings and undertakings in which the company has a participating interest | 302,253                 | 217,205                 |
| Other debtors                                                                                         | 38,183                  | 56,761                  |
|                                                                                                       | -----                   | -----                   |
|                                                                                                       | <b>693,068</b>          | <b>529,520</b>          |
|                                                                                                       | -----                   | -----                   |

The debtors above include the following amounts falling due after more than one year:

|                                                                                                       | <b>2018</b><br><b>£</b> | <b>2017</b><br><b>£</b> |
|-------------------------------------------------------------------------------------------------------|-------------------------|-------------------------|
| Amounts owed by group undertakings and undertakings in which the company has a participating interest | 302,253                 | 217,205                 |
|                                                                                                       | -----                   | -----                   |

## 8. CREDITORS: amounts falling due within one year

|                                 | <b>2018</b><br><b>£</b> | <b>2017</b><br><b>£</b> |
|---------------------------------|-------------------------|-------------------------|
| Bank loans and overdrafts       | —                       | 10,310                  |
| Trade creditors                 | 1,012,798               | 842,692                 |
| Corporation tax                 | 36,945                  | 29,054                  |
| Social security and other taxes | 32,024                  | 21,455                  |
| Other creditors                 | 18,178                  | 20,290                  |
|                                 | -----                   | -----                   |
|                                 | <b>1,099,945</b>        | <b>923,801</b>          |
|                                 | -----                   | -----                   |

Included within the above are secured creditors amounting to £— (2017 - £10,310).

## 9. OPERATING LEASES

The total future minimum lease payments under non-cancellable operating leases are as follows:

|                                              | <b>2018</b> | <b>2017</b> |
|----------------------------------------------|-------------|-------------|
|                                              | <b>£</b>    | <b>£</b>    |
| Not later than 1 year                        | 10,840      | 10,840      |
| Later than 1 year and not later than 5 years | 8,130       | 18,970      |
|                                              | -----       | -----       |
|                                              | 18,970      | 29,810      |
|                                              | -----       | -----       |

## 10. RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemption provided by Section 33 of Financial Reporting Standard 102 from the requirement to disclose transactions between wholly owned members of the same group.

## 11. CONTROLLING PARTY

In the opinion of the directors the ultimate parent company is S & D Sealants Limited, a company registered in England and Wales. The company was under the control of Mr N A H Jones throughout the current and previous period by virtue of his interest in the ultimate parent company, S & D Sealants Limited.

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.