

JKL Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 30 November 2018

JKL Limited

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JKL Limited**(Registration number: 03364921)
Balance Sheet as at 30 November 2018**

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	<u>4</u>	2,194,337	1,974,921
Current assets			
Stock and work in progress	<u>5</u>	11,200	158,994
Debtors	<u>6</u>	1,567,536	937,281
Cash at bank and in hand		244,570	101,284
		<u>1,823,306</u>	<u>1,197,559</u>
Creditors: Amounts falling due within one year	<u>7</u>	<u>(398,727)</u>	<u>(442,124)</u>
Net current assets		<u>1,424,579</u>	<u>755,435</u>
Total assets less current liabilities		3,618,916	2,730,356
Creditors: Amounts falling due after more than one year	<u>7</u>	(1,680,860)	(998,202)
Provisions for liabilities		<u>(22,251)</u>	<u>(28,482)</u>
Net assets		<u>1,915,805</u>	<u>1,703,672</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		<u>1,915,705</u>	<u>1,703,572</u>
Total equity		<u>1,915,805</u>	<u>1,703,672</u>

For the financial year ending 30 November 2018 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 Profit and Loss Account has been taken.

Approved and authorised by the Board on 9 August 2019 and signed on its behalf by:

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Mr J K Long
Director

The notes on pages 2 to 7 form an integral part of these financial statements.
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Notes to the Financial Statements for the Year Ended 30 November 2018

1 General information

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:

54A Balena Close

Creekmoor

Poole

Dorset

BH17 7DY

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.

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.

Revenue recognition

Turnover represents amounts chargeable, net of value added tax, in respect of sales of goods and services to customers.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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 and that are expected to apply to the reversal of the timing difference.

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Notes to the Financial Statements for the Year Ended 30 November 2018

2 Accounting policies (continued)

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.

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
Freehold property	not depreciated (see below)
Short leasehold property	in accordance with the lease
Plant and machinery	10% reducing balance
Motor vehicles	25% reducing balance
Fixtures and fittings	20% reducing balance
Computer equipment	25% reducing balance

Freehold buildings have not been depreciated during the year. The directors are of the opinion that as the buildings have been continuously repaired and maintained their residual value is not less than their carrying value.

Investment property

Investment property is measured at fair value unless the value cannot be measured reliably, in which case they are measured at cost less any accumulated impairment losses. Changes in fair value are included in the profit and loss account.

Amortisation

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

Asset class	Amortisation method and rate
Goodwill	5 years 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.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories 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 profit or loss.

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Notes to the Financial Statements for the Year Ended 30 November 2018

2 Accounting policies (continued)

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.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made 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 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.

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 by the company (including directors) during the year, was 50 (2017 - 57).

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Notes to the Financial Statements for the Year Ended 30 November 2018

4 Tangible assets

	Land and buildings and Investment property £	Fixtures, fittings and computer equipment £	Motor vehicles £	Plant and machinery £	Total £
Cost or valuation					
At 1 December					
2017	2,162,309	654,575	70,130	5,539	2,892,553
Additions	366,134	3,795	-	-	369,929
Disposals	(117,417)	(43,615)	-	-	(161,032)
At 30 November					
2018	2,411,026	614,755	70,130	5,539	3,101,450
Depreciation					
At 1 December					
2017	312,827	580,936	20,907	2,963	917,633
Charge for the year	33,575	14,463	12,305	258	60,601
Eliminated on disposal	(33,135)	(37,986)	-	-	(71,121)
At 30 November					
2018	313,267	557,413	33,212	3,221	907,113
Carrying amount					
At 30 November					
2018	2,097,759	57,342	36,918	2,318	2,194,337
At 30 November					
2017	1,849,483	73,639	49,223	2,576	1,974,921

Included within the net book value of land and buildings above is £1,930,509 (2017 - £1,554,427) in respect of freehold land and buildings and £167,250 (2017 - £295,056) in respect of short leasehold land and buildings.

5 Stocks

	2018 £	2017 £
Work in progress	-	146,044
Stock	11,200	12,950
	<u>11,200</u>	<u>158,994</u>

6 Debtors

	2018	2017
	£	£
Prepayments	5,967	8,465
Other debtors	1,561,569	928,816
	<u>1,567,536</u>	<u>937,281</u>

Details of non-current trade and other debtors

£60,000 (2017 -£30,000) of Other debtors is classified as non current.

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Notes to the Financial Statements for the Year Ended 30 November 2018

7 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Loans and borrowings	<u>8</u>	176,253	79,708
Trade creditors		36,825	45,295
Taxation		59,457	47,671
Other tax and social security		80,817	119,227
Other creditors		45,375	150,223
		<u>398,727</u>	<u>442,124</u>

Due after one year

Loans and borrowings	<u>8</u>	<u>1,680,860</u>	<u>998,202</u>
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Creditors: amounts falling due after more than one year

	Note	2018 £	2017 £
Due after one year			
Loans and borrowings	<u>8</u>	<u>1,680,860</u>	<u>998,202</u>

8 Loans and borrowings

	2018 £	2017 £
Non-current loans and borrowings		
Bank borrowings	1,656,976	965,324
Finance lease liabilities	23,884	32,878
	<u>1,680,860</u>	<u>998,202</u>

	2018 £	2017 £
Current loans and borrowings		
Bank borrowings	167,151	70,756
Finance lease liabilities	9,102	8,952
	<u>176,253</u>	<u>79,708</u>

Security

The company has provided legal charges to lenders which are secured on the relevant freehold properties.

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Notes to the Financial Statements for the Year Ended 30 November 2018

9 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £223,625 (2017 - £203,766). This includes annual rental and leasing commitments of £65,500 (2017 - £82,266)

10 Related party transactions

Transactions with directors

	At 1 December 2017 £	Advances to directors £	Repayments by director £	At 30 November 2018 £
2018				
Mr J K Long				
Loan - unsecured and repayable on demand	(97,338)	398,993	(83,120)	218,535

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.