

David Paull (CNC) Engineering Limited
Annual Report and Unaudited Financial Statements
Year Ended 31 March 2017

Registration number: 04378564

David Paull (CNC) Engineering Limited

Contents

Company Information	<u>1</u>
Balance Sheet	<u>2</u> to <u>3</u>
Notes to the Financial Statements	<u>4</u> to <u>9</u>

David Paull (CNC) Engineering Limited

Company Information

Directors	Mr M C Legg Mr C Goldsworthy Mr R Trevail
Registered office	Lowin House Tregolls Road Truro Cornwall TR1 2NA
Accountants	Francis Clark LLP Chartered Accountants Lowin House Tregolls Road Truro Cornwall TR1 2NA

David Paull (CNC) Engineering Limited

Balance Sheet

31 March 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	<u>4</u>	918,551	1,152,288
Other financial assets	<u>5</u>	80,031	80,031
		<u>998,582</u>	<u>1,232,319</u>
Current assets			
Stocks	<u>6</u>	135,000	138,000
Debtors	<u>7</u>	587,575	504,458
Cash at bank and in hand		389,049	1,499,151
Deferred tax asset		<u>257,704</u>	<u>292,050</u>
		1,369,328	2,433,659
Creditors: Amounts falling due within one year	<u>8</u>	<u>(438,217)</u>	<u>(345,638)</u>
Net current assets		<u>931,111</u>	<u>2,088,021</u>
Total assets less current liabilities		1,929,693	3,320,340
Creditors: Amounts falling due after more than one year	<u>8</u>	<u>(144,500)</u>	<u>(160,000)</u>
Net assets		<u>1,785,193</u>	<u>3,160,340</u>
Capital and reserves			
Called up share capital		1,337,111	1,337,111
Profit and loss account		<u>448,082</u>	<u>1,823,229</u>
Total equity		<u>1,785,193</u>	<u>3,160,340</u>

The notes on pages 4 to 9 form an integral part of these financial statements.

David Paull (CNC) Engineering Limited

Balance Sheet

31 March 2017

For the financial year ending 31 March 2017 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 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.

These financial statements have been prepared and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved and authorised by the Board on 26 September 2017 and signed on its behalf by:

.....

Mr M C Legg

Director

Company Registration Number: 04378564

The notes on pages 4 to 9 form an integral part of these financial statements.
Page 3

David Paull (CNC) Engineering Limited

Notes to the Financial Statements

Year Ended 31 March 2017

1 General information

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

The address of its registered office is:

Lowin House
Tregolls Road
Truro
Cornwall
TR1 2NA

The principal place of business is:

Jon Davey Drive
Treleigh Industrial Estate
Redruth
Cornwall
TR16 4AX

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.

Change in basis of accounting

The company's financial statements have been prepared in accordance with FRS102 - the Financial Reporting Standard applicable in the UK and Republic of Ireland. The company has transferred from previously extant UK GAAP to FRS102 as at 1 April 2015. There is no material impact on the reported financial position and financial performance.

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:

David Paull (CNC) Engineering Limited

Notes to the Financial Statements

Year Ended 31 March 2017

Asset class	Depreciation method and rate
Land and buildings	Straight line over 50 years
Plant and machinery	Straight line over 6 years and 25% reducing balance
Motor vehicles	25% reducing balance

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 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 profit or loss.

Leases

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.

Financial instruments

David Paull (CNC) Engineering Limited

Notes to the Financial Statements

Year Ended 31 March 2017

Classification

The company holds the following financial instruments:

- Short term trade and other debtors and creditors;
- Bank loans; and
- Cash and bank balances.

All financial instruments are classified as basic.

Recognition and measurement

The company has chosen to apply the recognition and measurement principles in FRS102.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument and derecognised when in the case of assets, the contractual rights to cash flows from the assets expire or substantially all the risks and rewards of ownership are transferred to another party, or in the case of liabilities, when the company's obligations are discharged, expire or are cancelled.

Except for bank loans, such instruments are initially measured at transaction price, including transaction costs, and are subsequently carried at the undiscounted amount of the cash or other consideration expected to be paid or received, after taking account of impairment adjustments.

Bank loans are initially measured at transaction price, including transaction costs, and are subsequently carried at amortised cost using the effective interest method.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 33 (2016 - 35).

David Paull (CNC) Engineering Limited

Notes to the Financial Statements

Year Ended 31 March 2017

4 Tangible assets

	Land and buildings £	Motor vehicles £	Plant and equipment £	Total £
Cost or valuation				
At 1 April 2016	598,639	6,895	2,024,317	2,629,851
At 31 March 2017	598,639	6,895	2,024,317	2,629,851
Depreciation				
At 1 April 2016	59,861	3,987	1,413,715	1,477,563
Charge for the year	11,973	727	221,037	233,737
At 31 March 2017	71,834	4,714	1,634,752	1,711,300
Carrying amount				
At 31 March 2017	526,805	2,181	389,565	918,551
At 31 March 2016	538,778	2,908	610,602	1,152,288

Included within the net book value of land and buildings above is £526,805 (2016 - £538,778) in respect of freehold land and buildings.

Included within the net book value of tangible fixed assets is £0 (2016 - £217,714) in respect of assets held under finance leases and similar hire purchase contracts. Depreciation for the year on these assets was £0 (2016 - £72,571).

David Paull (CNC) Engineering Limited

Notes to the Financial Statements

Year Ended 31 March 2017

5 Other financial assets (current and non-current)

	Financial assets at cost less impairment £	Total £
Non-current financial assets		
Cost or valuation		
At 1 April 2016	80,031	80,031
At 31 March 2017	80,031	80,031
Impairment		
Carrying amount		
At 31 March 2017	80,031	80,031

6 Stocks

	2017 £	2016 £
Finished goods and goods for resale	135,000	138,000

7 Debtors

	2017 £	2016 £
Trade debtors	559,401	488,062
Prepayments	28,174	16,396
	587,575	504,458

David Paull (CNC) Engineering Limited

Notes to the Financial Statements

Year Ended 31 March 2017

8 Creditors

	Note	2017 £	2016 £
Due within one year			
Loans and borrowings	<u>9</u>	-	84,971
Trade creditors		114,015	95,290
Social security and other taxes		79,440	78,368
Other creditors		216,204	452
Accrued expenses		9,638	71,057
Corporation tax		3,420	-
Deferred income		15,500	15,500
		<u>438,217</u>	<u>345,638</u>
Due after one year			
Deferred income		<u>144,500</u>	<u>160,000</u>

9 Loans and borrowings

	2017 £	2016 £
Current loans and borrowings		
Finance lease liabilities	<u>-</u>	<u>84,971</u>

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.