

David Paull (CNC) Engineering Limited
Annual Report and Unaudited Financial Statements
Year Ended 31 March 2018

Registration number: 04378564

David Paull (CNC) Engineering Limited

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David Paull (CNC) Engineering Limited

Balance Sheet

31 March 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	<u>4</u>	941,228	918,551
Other financial assets	<u>5</u>	-	80,031
		<u>941,228</u>	<u>998,582</u>
Current assets			
Stocks	<u>6</u>	178,326	135,000
Debtors	<u>7</u>	770,960	587,575
Cash at bank and in hand		471,201	389,049
Deferred tax asset		<u>166,983</u>	<u>257,704</u>
		1,587,470	1,369,328
Creditors: Amounts falling due within one year	<u>8</u>	<u>(626,905)</u>	<u>(438,217)</u>
Net current assets		<u>960,565</u>	<u>931,111</u>
Total assets less current liabilities		1,901,793	1,929,693
Creditors: Amounts falling due after more than one year	<u>8</u>	<u>(368,918)</u>	<u>(144,500)</u>
Net assets		<u>1,532,875</u>	<u>1,785,193</u>
Capital and reserves			
Called up share capital		1,337,111	1,337,111
Profit and loss account		<u>195,764</u>	<u>448,082</u>
Total equity		<u>1,532,875</u>	<u>1,785,193</u>

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

David Paull (CNC) Engineering Limited

Balance Sheet

31 March 2018

For the financial year ending 31 March 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 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 and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 27 July 2018 and signed on its behalf by:

.....

Mr M C Legg

Director

Company Registration Number: 04378564

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

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David Paull (CNC) Engineering Limited

Notes to the Financial Statements

Year Ended 31 March 2018

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.

Revenue recognition

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 and rebates.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

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.

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Notes to the Financial Statements

Year Ended 31 March 2018

The current corporation 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 on all timing differences at the balance sheet date unless indicated below. Timing differences are differences between taxable profits and the results as stated in the profit and loss account and other comprehensive income. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

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
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.

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Notes to the Financial Statements

Year Ended 31 March 2018

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.

Financial instruments

Classification

The company holds the following financial instruments:

- Short term trade and other debtors and creditors; 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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 32 (2017 - 33).

David Paull (CNC) Engineering Limited

Notes to the Financial Statements

Year Ended 31 March 2018

4 Tangible assets

	Land and buildings £	Motor vehicles £	Plant and equipment £	Total £
Cost or valuation				
At 1 April 2017	598,639	6,895	2,024,317	2,629,851
Additions	-	-	252,001	252,001
At 31 March 2018	598,639	6,895	2,276,318	2,881,852
Depreciation				
At 1 April 2017	71,834	4,714	1,634,752	1,711,300
Charge for the year	11,973	545	216,806	229,324
At 31 March 2018	83,807	5,259	1,851,558	1,940,624
Carrying amount				
At 31 March 2018	514,832	1,636	424,760	941,228
At 31 March 2017	526,805	2,181	389,565	918,551

Included within the net book value of land and buildings above is £514,832 (2017 - £526,805) in respect of freehold land and buildings.

Included within the net book value of tangible fixed assets is £205,058 (2017 - nil) in respect of assets held under finance leases and similar hire purchase contracts. Depreciation for the year on these assets was £41,012 (2017 - nil).

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Notes to the Financial Statements

Year Ended 31 March 2018

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 2017	80,031	80,031
Disposals	(80,031)	(80,031)
At 31 March 2018	-	-
Impairment		
Carrying amount		
At 31 March 2018	-	-

6 Stocks

	2018 £	2017 £
Finished goods and goods for resale	178,326	135,000

7 Debtors

	2018 £	2017 £
Trade debtors	630,592	559,401
Other debtors	110,732	-
Prepayments	29,636	28,174
	770,960	587,575

David Paull (CNC) Engineering Limited

Notes to the Financial Statements

Year Ended 31 March 2018

8 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Loans and borrowings	<u>9</u>	44,292	-
Trade creditors		188,212	114,015
Corporation tax		2,981	3,420
Social security and other taxes		97,347	79,440
Other creditors		219,542	216,204
Accrued expenses		40,576	9,638
Deferred income		33,955	15,500
		<u>626,905</u>	<u>438,217</u>

Due after one year

Loans and borrowings	<u>9</u>	166,097	-
Deferred income		202,821	144,500
		<u>368,918</u>	<u>144,500</u>

Creditors: amounts falling due after more than one year

	Note	2018 £	2017 £
Due after one year			
Loans and borrowings	<u>9</u>	166,097	-
Deferred income		202,821	144,500
		<u>368,918</u>	<u>144,500</u>

9 Loans and borrowings

	2018 £	2017 £
Loans and borrowings due after one year		
Finance lease liabilities	<u>166,097</u>	<u>-</u>

David Paull (CNC) Engineering Limited

Notes to the Financial Statements

Year Ended 31 March 2018

	2018 £	2017 £
Current loans and borrowings		
Finance lease liabilities	44,292	-
Secured creditors		

The company bankers hold a debenture over company assets. A charge exists over the company freehold premises.

10 Share capital

Allotted, called up and fully paid shares

	No.	2018 £	No.	2017 £
Ordinary of £1 each	1,337,111	1,337,111	1,337,111	1,337,111

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