

Inca Graphics Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2018

Inca Graphics Limited

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Inca Graphics Limited
(Registration number: 04560421)
Balance Sheet as at 31 December 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	<u>5</u>	232,704	237,431
Current assets			
Stocks	<u>6</u>	200	200
Debtors	<u>7</u>	40,103	37,148
Cash at bank and in hand		<u>20,120</u>	<u>-</u>
		60,423	37,348
Creditors: Amounts falling due within one year	<u>8</u>	<u>(71,616)</u>	<u>(84,066)</u>
Net current liabilities		<u>(11,193)</u>	<u>(46,718)</u>
Total assets less current liabilities		221,511	190,713
Creditors: Amounts falling due after more than one year	<u>8</u>	<u>(102,178)</u>	<u>(103,933)</u>
Net assets		<u><u>119,333</u></u>	<u><u>86,780</u></u>
Capital and reserves			
Called up share capital	<u>9</u>	100	100
Profit and loss account		<u>119,233</u>	<u>86,680</u>
Total equity		<u><u>119,333</u></u>	<u><u>86,780</u></u>

For the financial 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.

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.

The notes on pages 3 to 8 form an integral part of these financial statements.
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Inca Graphics Limited

**(Registration number: 04560421)
Balance Sheet as at 31 December 2018**

Approved and authorised by the Board on 17 September 2019 and signed on its behalf by:

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Mr T Bellwood
Director

The notes on pages 3 to 8 form an integral part of these financial statements.
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Inca Graphics Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

1 General information

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

The address of its registered office is:

9 Hawling Road
Market Weighton
York
YO43 3JR

These financial statements were authorised for issue by the Board on 17 September 2019.

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 sales/value added tax, returns, rebates and discounts.

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

The tax expense for the period comprises current 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.

Inca Graphics Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

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 land and buildings	Nil
Plant and machinery	25% on cost
Fixtures and fittings	15% on cost
Motor vehicles	25% on cost

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

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	25% on cost

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.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Inca Graphics Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

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.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

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.

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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 2 (2017 - 2).

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Notes to the Financial Statements for the Year Ended 31 December 2018

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 January 2018	25,000	25,000
At 31 December 2018	25,000	25,000
Amortisation		
At 1 January 2018	25,000	25,000
At 31 December 2018	25,000	25,000
Carrying amount		
At 31 December 2018	-	-

5 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 January 2018	224,958	71,944	5,981	302,883
At 31 December 2018	224,958	71,944	5,981	302,883
Depreciation				
At 1 January 2018	-	60,147	5,305	65,452
Charge for the year	-	4,052	675	4,727
At 31 December 2018	-	64,199	5,980	70,179
Carrying amount				
At 31 December 2018	224,958	7,745	1	232,704
At 31 December 2017	224,958	11,797	676	237,431

Included within the net book value of land and buildings above is £224,958 (2017 - £224,958) in respect of freehold land and buildings.

6 Stocks

2018 £	2017 £
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Inca Graphics Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

7 Debtors

	Note	2018 £	2017 £
Trade debtors		5,691	24,716
Amounts owed by group undertakings and undertakings in which the company has a participating interest	<u>11</u>	<u>34,412</u>	<u>12,432</u>
		<u>40,103</u>	<u>37,148</u>

8 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Bank loans and overdrafts	<u>10</u>	6,636	6,269
Taxation and social security		34,560	18,799
Accruals and deferred income		250	250
Other creditors		<u>30,170</u>	<u>58,748</u>
		<u>71,616</u>	<u>84,066</u>

The long-term loan is secured by a fixed and floating charge over the assets of the company.

Creditors: amounts falling due after more than one year

	Note	2018 £	2017 £
Due after one year			
Loans and borrowings	<u>10</u>	<u>102,178</u>	<u>103,933</u>

The long-term loan is secured by a fixed and floating charge over the assets of the company.

Amounts included above repayable by instalments due after five years are £83,266 (2017: £85,021).

9 Share capital

Allotted, called up and fully paid shares

	2018		2017	
	No.	£	No.	£
Ordinary of £1 each	100	100	100	100

Inca Graphics Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

10 Loans and borrowings

	2018 £	2017 £
Non-current loans and borrowings		
Bank borrowings	102,178	103,933
	2018 £	2017 £
Current loans and borrowings		
Bank borrowings	4,728	4,728
Bank overdrafts	1,908	1,541
	6,636	6,269

11 Related party transactions

Directors' remuneration

The directors' remuneration for the year was as follows:

	2018 £	2017 £
Remuneration	26,000	16,000

Summary of transactions with other related parties

A money loan was made to Sportsbike Buyer Limited, a company registered in England number 07121962. This company is under the direct control and ownership of the directors.

Loans to related parties

	Other related parties £
2018	
At start of period	12,432
Advanced	21,980
	34,412
At end of period	
	Other related parties £
2017	
At start of period	12,432