

REGISTERED NUMBER: 04680310 (England and Wales)

Unaudited Financial Statements
for the Year Ended 31 August 2017
for
System Electrical Ltd

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for the year ended 31 August 2017**

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System Electrical Ltd
Company Information
for the year ended 31 August 2017

DIRECTORS: S Parry-Jones
Mrs T C Parry-Jones
M P Gracey

SECRETARY: Mrs T C Parry-Jones

REGISTERED OFFICE: Unit 23 Mold Business Park
Wrexham Road
Mold
Flintshire
CH7 1XP

REGISTERED NUMBER: 04680310 (England and Wales)

ACCOUNTANTS: Bennett Brooks & Co Ltd
Chartered Accountants
Broncoed House
Broncoed Business Park
Wrexham Road
Mold
Flintshire
CH7 1HP

System Electrical Ltd (Registered number: 04680310)

**Balance Sheet
31 August 2017**

	Notes	2017 £	£	2016 £	£
FIXED ASSETS					
Intangible assets	4		-		-
Tangible assets	5		<u>11,870</u>		<u>10,256</u>
			11,870		10,256
CURRENT ASSETS					
Stocks		111,134		52,431	
Debtors	6	90,865		113,498	
Cash at bank		<u>66,467</u>		<u>196,610</u>	
		268,466		362,539	
CREDITORS					
Amounts falling due within one year	7	<u>201,132</u>		<u>331,923</u>	
NET CURRENT ASSETS			<u>67,334</u>		<u>30,616</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			79,204		40,872
CREDITORS					
Amounts falling due after more than one year	8		<u>9,444</u>		<u>21,577</u>
NET ASSETS			<u>69,760</u>		<u>19,295</u>
CAPITAL AND RESERVES					
Called up share capital			100		100
Retained earnings			<u>69,660</u>		<u>19,195</u>
SHAREHOLDERS' FUNDS			<u>69,760</u>		<u>19,295</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2017 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

The notes form part of these financial statements

System Electrical Ltd (Registered number: 04680310)

Balance Sheet - continued
31 August 2017

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 8 February 2018 and were signed on its behalf by:

S Parry-Jones - Director

The notes form part of these financial statements

**Notes to the Financial Statements
for the year ended 31 August 2017**

1. STATUTORY INFORMATION

System Electrical Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Rendering of services

When the outcome of a transaction can be estimated reliably, turnover is recognised by reference to the stage of completion at the balance sheet date. Stage of completion is measured by reference to a notable milestone. Where the outcome cannot be measured reliably, turnover is recognised only to the extent of the expenses recognised that are recoverable.

Construction contracts

When the outcome of a construction contract can be estimated reliably, contract costs and turnover are recognised by reference to the stage of completion at the balance sheet date. Stage of completion is measured by reference to a notable milestone.

Where the outcome cannot be measured reliably, contract costs are recognised as an expense in the period in which they are incurred and contract turnover is recognised to the extent of costs incurred that it is probable will be recoverable.

When it is probable that contract costs will exceed the total contract turnover, the expected loss is recognised as an expense immediately, with a corresponding provision.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2004, is being amortised evenly over its estimated useful life of five years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation. Cost includes the original purchase price of the asset and the costs attributable to bringing the asset to its working condition for its intended use.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Fixtures and fittings - 25% reducing balance
Motor vehicles - 25% reducing balance
Computer equipment - 33% straight line

**Notes to the Financial Statements - continued
for the year ended 31 August 2017**

2. ACCOUNTING POLICIES - continued

Stocks

Work in progress is valued at the lower of cost and net realisable value.

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Notes to the Financial Statements - continued
for the year ended 31 August 2017

2. ACCOUNTING POLICIES - continued

Share capital

Ordinary shares are classed as equity.

Short term debtors and creditors

Short term debtors and creditors with no stated interest rate are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account.

Distributions to equity holders

Dividends are recognised as a liability in the financial statements in the period in which the dividends are approved by the company's shareholders. These amounts are recognised in the statement of changes in equity.

Cash and cash equivalents

Cash and cash equivalents includes cash in hand, cash held with banks and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Loans and borrowings

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 10 .

4. INTANGIBLE FIXED ASSETS

COST

At 1 September 2016
and 31 August 2017

AMORTISATION

At 1 September 2016
and 31 August 2017

NET BOOK VALUE

At 31 August 2017

At 31 August 2016

Goodwill
£

30,000

30,000

-

-

Notes to the Financial Statements - continued
for the year ended 31 August 2017

5. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 September 2016	22,597	37,526	11,612	71,735
Additions	945	-	6,113	7,058
At 31 August 2017	<u>23,542</u>	<u>37,526</u>	<u>17,725</u>	<u>78,793</u>
DEPRECIATION				
At 1 September 2016	21,397	29,302	10,780	61,479
Charge for year	518	2,056	2,870	5,444
At 31 August 2017	<u>21,915</u>	<u>31,358</u>	<u>13,650</u>	<u>66,923</u>
NET BOOK VALUE				
At 31 August 2017	<u>1,627</u>	<u>6,168</u>	<u>4,075</u>	<u>11,870</u>
At 31 August 2016	<u>1,200</u>	<u>8,224</u>	<u>832</u>	<u>10,256</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
At 1 September 2016 and 31 August 2017	<u>37,526</u>
DEPRECIATION	
At 1 September 2016 and 31 August 2017	<u>26,804</u>
NET BOOK VALUE	
At 31 August 2017	<u>10,722</u>
At 31 August 2016	<u>10,722</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Trade debtors	66,089	99,470
Other debtors	<u>24,776</u>	<u>14,028</u>
	<u>90,865</u>	<u>113,498</u>

**Notes to the Financial Statements - continued
for the year ended 31 August 2017**

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Bank loans and overdrafts	11,444	10,257
Hire purchase contracts	689	2,438
Trade creditors	148,381	196,803
Taxation and social security	33,686	38,369
Other creditors	6,932	84,056
	<u>201,132</u>	<u>331,923</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2017	2016
	£	£
Bank loans	9,444	20,888
Hire purchase contracts	-	689
	<u>9,444</u>	<u>21,577</u>

9. SECURED DEBTS

The following secured debts are included within creditors:

	2017	2016
	£	£
Hire purchase contracts	<u>689</u>	<u>3,127</u>

10. CONTROLLING PARTY

The company is under the control of S Parry-Jones and Mrs T C Parry-Jones who have a beneficial interest in 100% of the issued shares.

11. FIRST YEAR ADOPTION

For periods up to and including the year ended 31 August 2016, the company prepared its financial statements in accordance with UK Generally Accepted Accounting Practice ("UK GAAP"). These financial statements for the year ended 31 August 2017 are the first the Company has prepared in accordance with FRS 102 Section 1A. The Company's deemed transition date to FRS 102 was 1 September 2015. No transitional differences were noted.

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.