

COMPANY REGISTRATION NUMBER: 04804792

MJN TIMBER SOLUTIONS LIMITED
FILLETED ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
31 JULY 2018

Peplows Limited
Chartered Accountants
2 Cranmere Court
Lustleigh Close
Matford Business Park
Exeter
Devon
EX2 8PW



MJN TIMBER SOLUTIONS LIMITED

COMPANY INFORMATION

Director Mr M Nicholls

**Company
secretary** Mrs M Nicholls

Registered office Unit 4
Blue Waters Industrial Estate
Bovey Tracey
Devon
TQ13 9YF

Accountants Peplows Limited
Chartered Accountants
2 Cranmere Court
Lustleigh Close
Matford Business Park
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MJN TIMBER SOLUTIONS LIMITED
(REGISTRATION NUMBER: 04804792)
BALANCE SHEET AS AT 31 JULY 2018

	Note	2018 £	2017 £
Fixed assets			
Intangible assets	4	46,000	55,200
Tangible assets	5	<u>14,523</u>	<u>19,218</u>
		<u>60,523</u>	<u>74,418</u>
Current assets			
Stocks		116,137	111,887
Debtors	6	98,664	107,815
Cash at bank and in hand		<u>2,325</u>	<u>21,589</u>
		217,126	241,291
Creditors: Amounts falling due within one year	7	<u>(202,565)</u>	<u>(204,267)</u>
Net current assets		<u>14,561</u>	<u>37,024</u>
Total assets less current liabilities		75,084	111,442
Provisions for liabilities		<u>(4,800)</u>	<u>(3,780)</u>
Net assets		<u>70,284</u>	<u>107,662</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		<u>70,184</u>	<u>107,562</u>
Total equity		<u>70,284</u>	<u>107,662</u>

MJN TIMBER SOLUTIONS LIMITED

(REGISTRATION NUMBER: 04804792)

BALANCE SHEET AS AT 31 JULY 2018

For the financial year ending 31 July 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges his 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 has been taken.

Approved and authorised by the director on 23 October 2018



Mr M Nicholls
Director

The notes on pages 4 to 10 form an integral part of these financial statements.

MJN TIMBER SOLUTIONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 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:

Unit 4
Blue Waters Industrial Estate
Bovey Tracey
Devon
TQ13 9YF

These financial statements were authorised for issue by the director on 23 October 2018.

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.

The financial statements are presented in Sterling and rounded to the nearest full £.

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.

The company recognises revenue when customers are invoiced for services involving wood.

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:

MJN TIMBER SOLUTIONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2018

Asset class	Depreciation method and rate
Plant and Machinery	20% Straight Line
Office Equipment	20% Straight Line

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.

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% 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.

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.

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.

MJN TIMBER SOLUTIONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2018

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

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.

Borrowings are interest free and have no set date for repayment.

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.

Share capital

Ordinary shares are classified as equity.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 5 (2017 - 6).

MJN TIMBER SOLUTIONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2018

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 August 2017	<u>184,000</u>	<u>184,000</u>
At 31 July 2018	<u>184,000</u>	<u>184,000</u>
Amortisation		
At 1 August 2017	128,800	128,800
Amortisation charge	<u>9,200</u>	<u>9,200</u>
At 31 July 2018	<u>138,000</u>	<u>138,000</u>
Carrying amount		
At 31 July 2018	<u>46,000</u>	<u>46,000</u>
At 31 July 2017	<u>55,200</u>	<u>55,200</u>

5 Tangible assets

	Furniture, fittings and equipment £	Other tangible assets £	Total £
Cost or valuation			
At 1 August 2017	6,089	258,866	264,955
Additions	-	264	264
Disposals	-	<u>(18,500)</u>	<u>(18,500)</u>
At 31 July 2018	<u>6,089</u>	<u>240,630</u>	<u>246,719</u>
Depreciation			
At 1 August 2017	5,936	239,801	245,737
Charge for the year	141	4,818	4,959
Eliminated on disposal	-	<u>(18,500)</u>	<u>(18,500)</u>
At 31 July 2018	<u>6,077</u>	<u>226,119</u>	<u>232,196</u>
Carrying amount			
At 31 July 2018	<u>12</u>	<u>14,511</u>	<u>14,523</u>
At 31 July 2017	<u>153</u>	<u>19,065</u>	<u>19,218</u>

MJN TIMBER SOLUTIONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2018

6 Debtors

	2018	2017
	£	£
Trade debtors	91,505	98,391
Other debtors	7,159	<u>9,424</u>
Total current trade and other debtors	<u>98,664</u>	<u>107,815</u>

MJN TIMBER SOLUTIONS LIMITED**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2018****7 Creditors****Creditors: amounts falling due within one year**

	Note	2018 £	2017 £
Due within one year			
Bank loans and overdrafts	8	77,511	79,825
Trade creditors		95,176	88,833
Taxation and social security		22,736	27,839
Accruals and deferred income		3,093	2,641
Other creditors		4,049	5,129
		<u>202,565</u>	<u>204,267</u>

8 Loans and borrowings

	2018 £	2017 £
Current loans and borrowings		
Bank overdrafts	22,841	15,806
Other borrowings	54,670	64,019
	<u>77,511</u>	<u>79,825</u>

9 Share capital**Allotted, called up and fully paid shares**

	2018		2017	
	No.	£	No.	£
Ordinary A Shares of £1 each	50	50	50	50
Ordinary B Shares of £1 each	50	50	50	50
	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

MJN TIMBER SOLUTIONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2018

10 Related party transactions

Key management personnel

The Director

Summary of transactions with key management

During the year, the director received dividends of £40,000 (2017 - £42,000).

At the balance sheet date the amount due to the director is £54,670 (2017 - £64,019)

No interest has been charged and there is no set repayment date.