

HANSFORD LIMITED
UNAUDITED
FINANCIAL STATEMENTS

31 JANUARY 2017



ArmstrongWatson®
Accountants, Business & Financial Advisers

HANSFORD LIMITED
REGISTERED NUMBER: 06005521

STATEMENT OF FINANCIAL POSITION
AS AT 31 JANUARY 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	4	68,628	34,239
Investment property	5	290,869	281,019
		<u>359,497</u>	<u>315,258</u>
Current assets			
Debtors: amounts falling due within one year	6	6,592	-
Cash at bank and in hand	7	558	883
		<u>7,150</u>	<u>883</u>
Creditors: amounts falling due within one year	8	(16,774)	(40,822)
Net current liabilities		<u>(9,624)</u>	<u>(39,939)</u>
Total assets less current liabilities		<u>349,873</u>	<u>275,319</u>
Creditors: amounts falling due after more than one year	9	(80,391)	(47,811)
Provisions for liabilities			
Deferred tax	12	(19,182)	(12,629)
		<u>(19,182)</u>	<u>(12,629)</u>
Net assets		<u><u>250,300</u></u>	<u><u>214,879</u></u>

HANSFORD LIMITED
REGISTERED NUMBER: 06005521

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 JANUARY 2017

	Note	2017 £	2016 £
Capital and reserves			
Called up share capital	13	1	1
Other reserves		26,187	25,864
Profit and loss account		224,112	189,014
		<u>250,300</u>	<u>214,879</u>

The director considers that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

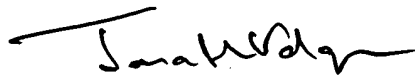
The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:



.....
Mr J L Edgar
Director

Date: 26/10/2017.

The notes on pages 3 to 11 form part of these financial statements.

HANSFORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2017

1. General information

Hansford Limited is a company limited by shares incorporated in England. Its' company number is 06005521. The registered address of the company is Fairview House, Victoria Place, Carlisle, Cumbria CA1 1HP and its principal place of business is 193 Brampton Road, Carlisle, Cumbria CA3 9AX.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.3 Tangible fixed assets

Tangible fixed assets under the cost model, other than investment properties, are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the methods described below.

Depreciation is provided on the following basis:

Plant and machinery	- 20 years straight line
Office equipment	- 15% reducing balance

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Income and Retained Earnings.

HANSFORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2017

2. Accounting policies (continued)

2.4 Investment property

Investment property is carried at fair value determined annually by external valuers and derived from the current market rents and investment property yields for comparable real estate, adjusted if necessary for any difference in the nature, location or condition of the specific asset. No depreciation is provided. Changes in fair value are recognised in the Statement of Income and Retained Earnings.

2.5 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.6 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.7 Financial instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

2.8 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.9 Finance costs

Finance costs are charged to the Statement of Income and Retained Earnings over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.10 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to the Statement of Income and Retained Earnings on a straight line basis over the lease term.

2.11 Borrowing costs

All borrowing costs are recognised in the Statement of Income and Retained Earnings in the year in which they are incurred.

HANSFORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2017

2. Accounting policies (continued)

2.12 Provisions for liabilities

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to the Statement of Income and Retained Earnings in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the Statement of Financial Position date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Statement of Financial Position.

2.13 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

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 income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Statement of Financial Position date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

3. Employees

The average monthly number of employees, including directors, during the year was 1 (2016 - 1).

HANSFORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2017

4. Tangible fixed assets

	Plant and machinery £	Office equipment £	Total £
Cost or valuation			
At 1 February 2016	37,192	230	37,422
Additions	37,205	-	37,205
At 31 January 2017	<u>74,397</u>	<u>230</u>	<u>74,627</u>
Depreciation			
At 1 February 2016	3,006	177	3,183
Charge for the year on owned assets	2,808	8	2,816
At 31 January 2017	<u>5,814</u>	<u>185</u>	<u>5,999</u>
Net book value			
At 31 January 2017	<u>68,583</u>	<u>45</u>	<u>68,628</u>
At 31 January 2016	<u>34,186</u>	<u>53</u>	<u>34,239</u>

HANSFORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2017

5. Investment property

	Freehold investment property £
Valuation	
At 1 February 2016	281,019
Additions at cost	9,850
At 31 January 2017	290,869

The 2017 valuations were made by the director, on an open market value for existing use basis.

	2017 £	2016 £
Revaluation reserves		
At 1 February 2016	26,187	25,864

If the Investment properties had been accounted for under the historic cost accounting rules, the properties would have been measured as follows:

	2017 £	2016 £
Historic cost	258,539	248,689

6. Debtors

	2017 £	2016 £
Other debtors	6,592	-

7. Cash and cash equivalents

	2017 £	2016 £
Cash at bank and in hand	558	883
Less: bank overdrafts	(7)	-
	551	883

HANSFORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2017

8. Creditors: Amounts falling due within one year

	2017 £	2016 £
Bank overdrafts	7	-
Bank loans	6,097	3,739
Corporation tax	6,851	13,352
Other creditors	500	21,316
Accruals and deferred income	3,319	2,415
	<u>16,774</u>	<u>40,822</u>

9. Creditors: Amounts falling due after more than one year

	2017 £	2016 £
Bank loans	80,391	47,811

Secured loans

Included in creditors is £86,495 (2016 - £51,550) which is secured.

10. Loans

Analysis of the maturity of loans is given below:

	2017 £	2016 £
Amounts falling due within one year		
Bank loans	6,097	3,739
Amounts falling due 2-5 years		
Bank loans	20,019	14,968
Amounts falling due after more than 5 years		
Bank loans	60,372	32,843
	<u>86,488</u>	<u>51,550</u>

HANSFORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2017

11. Financial instruments

	2017 £	2016 £
Financial assets		
Financial assets measured at fair value through profit or loss	<u>558</u>	<u>883</u>

Financial assets measured at fair value through profit or loss comprise of cash at bank.

12. Deferred taxation

	2017 £	2016 £
At beginning of year	(12,629)	(9,732)
Charged to profit or loss	(6,553)	(2,897)
At end of year	<u>(19,182)</u>	<u>(12,629)</u>

The provision for deferred taxation is made up as follows:

	2017 £	2016 £
Accelerated capital allowances	13,039	6,163
On other reserves	6,143	6,466
	<u>19,182</u>	<u>12,629</u>

13. Share capital

	2017 £	2016 £
Shares classified as equity		
Allotted, called up and fully paid		
1 Ordinary share of £1	<u>1</u>	<u>1</u>

14. Related party transactions

During the year rent of £11,892 (2016 - £8,892) was paid to Mr J L Edgar, director, for use of property occupied by the company. Nothing was outstanding at the reporting date in this respect (2016 - £nil).

HANSFORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2017

15. First time adoption of FRS 102

The Company transitioned to FRS 102 from previously extant UK GAAP as at 1 February 2015. The impact of the transition to FRS 102 is as follows:

	As previously stated 1 February 2015 £	Effect of transition 1 February 2015 £	FRS 102 (as restated) 1 February 2015 £	As previously stated 31 January 2016 £	Effect of transition 31 January 2016 £	FRS 102 (as restated) 31 January 2016 £
Fixed assets	297,351	-	297,351	315,258	-	315,258
Current assets	488	-	488	883	-	883
Creditors: amounts falling due within one year	(38,351)	-	(38,351)	(40,823)	-	(40,823)
Net current liabilities	(37,863)	-	(37,863)	(39,940)	-	(39,940)
Total assets less current liabilities	259,488	-	259,488	275,318	-	275,318
Creditors: amounts falling due after more than one year	(69,078)	-	(69,078)	(47,811)	-	(47,811)
Provisions for liabilities	(3,266)	(6,466)	(9,732)	(6,163)	(6,466)	(12,629)
Net assets	187,144	(6,466)	180,678	221,344	(6,466)	214,878
Capital and reserves	187,144	(6,466)	180,678	221,344	(6,466)	214,878

HANSFORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2017

15. First time adoption of FRS 102 (continued)

	As previously stated 31 January 2016 £	Effect of transition 31 January 2016 £	FRS 102 (as restated) 31 January 2016 £
Turnover	40,610	-	40,610
Administrative expenses	40,610 (482)	-	40,610 (482)
Operating profit	40,128	-	40,128
Interest payable and similar charges	(2,581)	-	(2,581)
Taxation	(3,347)	-	(3,347)
Profit on ordinary activities after taxation and for the financial year	34,200	-	34,200

Explanation of changes to previously reported profit and equity:

- 1 Being the deferred tax charge on the revaluation of land and buildings.