REGISTERED NUMBER: 07124696 (England and Wales)

Report of the Directors and

Unaudited Financial Statements for the Year Ended 31 December 2017

for

Stonewest Limited

Chelepis Watson Limited
Chartered Accountants
67 Westow Street
Upper Norwood
London
SE19 3RW

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Stonewest Limited

Company Information
for the Year Ended 31 December 2017

DIRECTORS:	J C Sherwen A M Tuck K Reuter
REGISTERED OFFICE:	67 Westow Street Upper Norwood London SE19 3RW
REGISTERED NUMBER:	07124696 (England and Wales)
ACCOUNTANTS:	Chelepis Watson Limited Chartered Accountants 67 Westow Street Upper Norwood London SE19 3RW

Report of the Directors for the Year Ended 31 December 2017

The directors present their report with the financial statements of the company for the year ended 31 December 2017.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the cleaning and restoration of decayed or damaged stonework, brickwork, terracotta and faïence.

REVIEW OF BUSINESS

Stonewest is one of the Country's leading building restoration, conservation and stonemasonry companies, completing projects on some of the most prestigious buildings in the public & leisure sectors.

The results for the year ended 31 December 2017 show turnover of £10,199,612 which is up 9.96% compared to the previous period. The net profit before taxation amounted to £491,013 for the year.

It is the shareholders' and company policy not to have bank borrowings and as such the company has no bank overdraft facilities or bank loan funding. Working capital has been provided by shareholder and private investor loans.

The current year's trading figures show a continued increase in sales and margin profitability. The order book is strong and the directors are confident of the continuing growth in the profitability of the business.

FINANCIAL INSTRUMENTS

The company's principal financial instruments comprise bank balances, trade debtors, trade creditors and private funding from external investors. The main purpose of each of these instruments is to raise funds for the company's ongoing operations.

Due to the nature of the financial instruments used by the company there is not considered to be significant exposure to price risk. The company's approach to managing other risks applicable to the financial instruments concerned is explained below:

In respect of bank balances, trade debtors and private funding the liquidity risk is managed by maintaining a balance between the various elements of working capital. At present, neither interest rate risk, nor foreign exchange risk are considered significant in relation to these instruments.

The interest rate on external investor loans is variable with monthly cash repayments being variable. The company manages the liquidity risk by ensuring there are sufficient funds to meet the cash repayments. At present, interest rate risk is not considered significant in relation to these instruments.

Trade creditors' liquidity risk is managed by ensuring there is sufficient funds available from working capital.

Risks and uncertainties -

The board consider the uncertainty surrounding the economic activity due to Brexit is a key risk. In order to mitigate this risk the board continue to strictly manage its cost base including capital expenditure and monitoring cash flow. It also operates a structured marketing program to increase market share.

Health and safety risks are inherent in the company's business, hence the board ensure strict policies and procedures are enforced amongst the team

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2017 to the date of this report.

J C Sherwen
A M Tuck
K Reuter

Other changes in directors holding office are as follows:

L Livramento - resigned 3 March 2017

Report of the Directors for the Year Ended 31 December 2017

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

A M Tuck - Director

23 May 2018

Chartered Accountants' Report to the Board of Directors on the Unaudited Financial Statements of Stonewest Limited

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Stonewest Limited for the year ended 31 December 2017 which comprise the Income Statement, Balance Sheet, Statement of Changes in Equity and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed within the ICAEW's regulations and guidance at http://www.icaew.com/en/membership/regulations-standards-and-guidance.

This report is made solely to the Board of Directors of Stonewest Limited, as a body, in accordance with the terms of our engagement letter dated 20 March 2014. Our work has been undertaken solely to prepare for your approval the financial statements of Stonewest Limited and state those matters that we have agreed to state to the Board of Directors of Stonewest Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Stonewest Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Stonewest Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Stonewest Limited. You consider that Stonewest Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Stonewest Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Chelepis Watson Limited
Chartered Accountants
67 Westow Street
Upper Norwood
London
SE19 3RW

Date: .....

Stonewest Limited (Registered number: 07124696)

Income Statement
for the Year Ended 31 December 2017

	Notes	Year Ended 31.12.17 £	Period 1.10.15 to 31.12.16 £
TURNOVER		**10,199,612**	9,275,453
Cost of sales		**7,388,741**	7,684,666
GROSS PROFIT		**2,810,871**	1,590,787
Administrative expenses		**2,154,432**	2,485,249
		656,439	(894,462)
Other operating income		**-**	120
OPERATING PROFIT/(LOSS)	5	**656,439**	(894,342)
Interest payable and similar expenses		**165,426**	235,903
PROFIT/(LOSS) BEFORE TAXATION		**491,013**	(1,130,245)
Tax on profit/(loss)	6	**(2,752)**	(6,577)
PROFIT/(LOSS) FOR THE FINANCIAL YEAR		**493,765**	(1,123,668)

The notes form part of these financial statements

Balance Sheet
31 December 2017

	Notes	31.12.17 £	£	31.12.16 £	£
FIXED ASSETS					
Intangible assets	7		**1**		1
Tangible assets	8		**26,321**		44,611
			26,322		44,612
CURRENT ASSETS					
Debtors	9	**4,234,073**		3,334,946	
Cash at bank and in hand		**97,669**		655	
		4,331,742		3,335,601	
CREDITORS					
Amounts falling due within one year	10	**2,861,534**		2,824,696	
NET CURRENT ASSETS			**1,470,208**		510,905
TOTAL ASSETS LESS CURRENT LIABILITIES			**1,496,530**		555,517
CREDITORS					
Amounts falling due after more than one year	11		**1,066,250**		616,250
PROVISIONS FOR LIABILITIES			**1,899**		4,651
CAPITAL AND RESERVES					
Called up share capital	12	**800,100**		800,100	
Share premium	13	**200,000**		200,000	
Retained earnings	13	**(571,719)**		(1,065,484)	
SHAREHOLDERS' FUNDS			**428,381**		(65,384)
			1,496,530		555,517

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

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 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

(b) 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.

The notes form part of these financial statements

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Balance Sheet - continued
31 December 2017

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

The financial statements were approved by the Board of Directors on 23 May 2018 and were signed on its behalf by:

K Reuter - Director

The notes form part of these financial statements

Statement of Changes in Equity for the Year Ended 31 December 2017

	Called up share capital £	Retained earnings £	Share premium £	Total equity £
Balance at 1 October 2015	100	58,184	-	58,284
Changes in equity				
Issue of share capital	800,000	-	200,000	1,000,000
Total comprehensive income	-	(1,123,668)	-	(1,123,668)
Balance at 31 December 2016	800,100	(1,065,484)	200,000	(65,384)
Changes in equity				
Total comprehensive income	-	493,765	-	493,765
Balance at 31 December 2017	800,100	(571,719)	200,000	428,381

The notes form part of these financial statements

1. STATUTORY INFORMATION

Stonewest Limited 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. STATEMENT OF COMPLIANCE

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.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements
The financial statements have been prepared under the historical cost convention.

Turnover
Turnover represents net invoiced sales of services, excluding value added tax.

In respect of on-going contracts, turnover includes the value of work done but not invoiced up to the Balance Sheet date, after making due allowances for unrecoverable amounts.

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
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 20% on cost
Motor vehicles	- 25% on reducing balance
Computer equipment	- 25% on cost

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.

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3. ACCOUNTING POLICIES - continued

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.

4. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 70 (2016 - 72) .

5. OPERATING PROFIT/(LOSS)

The operating profit (2016 - operating loss) is stated after charging:

	Year Ended 31.12.17	Period 1.10.15 to 31.12.16
	£	£
Depreciation - owned assets	7,986	6,495

6. TAXATION

Analysis of the tax credit
The tax credit on the profit for the year was as follows:

	Year Ended 31.12.17	Period 1.10.15 to 31.12.16
	£	£
Deferred tax	(2,752)	(6,577)
Tax on profit/(loss)	(2,752)	(6,577)

7. INTANGIBLE FIXED ASSETS

	Goodwill
	£
COST	
At 1 January 2017 and 31 December 2017	1
NET BOOK VALUE	
At 31 December 2017	1
At 31 December 2016	1

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8. **TANGIBLE FIXED ASSETS**

	Plant and machinery £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 January 2017	**136,838**	**20,065**	**4,470**	**161,373**
Additions	**18,260**	**-**	**2,561**	**20,821**
Disposals	**-**	**(17,515)**	**-**	**(17,515)**
At 31 December 2017	**155,098**	**2,550**	**7,031**	**164,679**
DEPRECIATION				
At 1 January 2017	**100,752**	**14,240**	**1,770**	**116,762**
Charge for year	**32,242**	**522**	**2,053**	**34,817**
Eliminated on disposal	**-**	**(13,221)**	**-**	**(13,221)**
At 31 December 2017	**132,994**	**1,541**	**3,823**	**138,358**
NET BOOK VALUE				
At 31 December 2017	**22,104**	**1,009**	**3,208**	**26,321**
At 31 December 2016	36,086	5,825	2,700	44,611

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

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 January 2017	**106,579**	**17,515**	**124,094**
Transfer to ownership	**-**	**(17,515)**	**(17,515)**
At 31 December 2017	**106,579**	**-**	**106,579**
DEPRECIATION			
At 1 January 2017	**79,934**	**13,035**	**92,969**
Charge for year	**26,645**	**186**	**26,831**
Transfer to ownership	**-**	**(13,221)**	**(13,221)**
At 31 December 2017	**106,579**	**-**	**106,579**
NET BOOK VALUE			
At 31 December 2017	-	-	-
At 31 December 2016	26,645	4,480	31,125

9. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.17 £	31.12.16 £
Trade debtors	**1,689,593**	1,122,819
Amounts recoverable on contract	**1,590,162**	1,355,874
Other debtors	**954,318**	856,253
	4,234,073	3,334,946

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10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.17	31.12.16
	£	£
Bank loans and overdrafts	-	32,847
Hire purchase contracts	-	27,595
Trade creditors	**1,324,320**	918,555
Taxation and social security	**373,878**	752,072
Other creditors	**1,163,336**	1,093,627
	2,861,534	2,824,696

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

	31.12.17	31.12.16
	£	£
Other creditors	**1,066,250**	616,250

12. CALLED UP SHARE CAPITAL

Allotted and issued:

Number:	Class:	Nominal value:	31.12.17	31.12.16
			£	£
800,100	Ordinary Shares	£1	**800,100**	800,100

13. RESERVES

	Retained earnings	Share premium	Totals
	£	**£**	**£**
At 1 January 2017	**(1,065,484)**	**200,000**	**(865,484)**
Profit for the year	**493,765**		**493,765**
At 31 December 2017	**(571,719)**	**200,000**	**(371,719)**

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.