

REGISTERED NUMBER: 08762002 (England and Wales)

CAPITAL HARDWOOD & COMPONENTS LIMITED

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2017

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2017**

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	4

CAPITAL HARDWOOD & COMPONENTS LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 JULY 2017**

DIRECTORS:

T J Dobby
Mrs H Dobby
D Bennett
H Harrison
D K Weightman

REGISTERED OFFICE:

2, The Old Bank
Hambleton Road
Denmead
Hampshire
PO7 6NU

REGISTERED NUMBER:

08762002 (England and Wales)

BANKERS:

Svenska Handelsbanken
3 Thomas More Street
London
E1W 1WY

CAPITAL HARDWOOD & COMPONENTS LIMITED (REGISTERED NUMBER: 08762002)

BALANCE SHEET
31 JULY 2017

	Notes	2017 £	2016 £
FIXED ASSETS			
Tangible assets	3	42,470	56,428
CURRENT ASSETS			
Stocks		169,650	171,776
Debtors	4	651,302	430,801
Cash at bank and in hand		7	8,233
		<u>820,959</u>	<u>610,810</u>
CREDITORS			
Amounts falling due within one year	5	<u>(664,649)</u>	<u>(545,875)</u>
NET CURRENT ASSETS		<u>156,310</u>	<u>64,935</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		198,780	121,363
CREDITORS			
Amounts falling due after more than one year	6	(7,510)	(15,180)
PROVISIONS FOR LIABILITIES		<u>(8,084)</u>	<u>(11,286)</u>
NET ASSETS		<u>183,186</u>	<u>94,897</u>
CAPITAL AND RESERVES			
Called up share capital		100	100
Retained earnings		<u>183,086</u>	<u>94,797</u>
SHAREHOLDERS' FUNDS		<u>183,186</u>	<u>94,897</u>

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

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

BALANCE SHEET - continued
31 JULY 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 12 January 2018 and were signed on its behalf by:

T J Dobby - Director

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

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standards applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies' regime.

The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £1.

The financial statements have been prepared under the historical cost convention, modified to include certain financial instruments at fair value. The principal accounting policies adopted are set out below.

These financial statements are the first financial statements the company has prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (FRS 102), as applied to smaller entities by the adoption of Section 1A of FRS 102. The financial statements for the year ended 31 July 2016 were prepared in accordance with previous UK GAAP.

Some of the FRS 102 recognition, measurement, presentation and disclosure requirements and accounting policy choices differ from previous UK GAAP. Consequently, the directors have amended certain accounting policies to comply with FRS 102.

There have been no transitional adjustments.

Turnover

Turnover represents sales of goods net of VAT and trade discounts. Turnover is recognised when the goods are physically dispatched to the customer.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Computer equipment	- 50% straight line
Motor vehicles	- 25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset and is recognised in the income statement.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2017

1. **ACCOUNTING POLICIES - continued**

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.

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 JULY 2017

1. ACCOUNTING POLICIES - continued

Financial assets

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial assets are recognised in the company's statement of financial position when the company becomes party to the contractual provisions of the instrument.

Basic financial assets, which include trade and other receivables and cash and bank balances are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method, unless the arrangement constitutes a financial transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Financial liabilities

Basic financial liabilities, which include trade and other payables, are initially measured at transaction price and subsequently measured at amortised cost, unless the arrangement constitutes a financing transaction where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest.

Equity instruments

Equity instruments issued by the company are recorded at the fair value of the proceeds received net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

2. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 2 (2016 - 2) .

3. TANGIBLE FIXED ASSETS

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 August 2016	60,850	1,192	62,042
Additions	-	1,404	1,404
At 31 July 2017	60,850	2,596	63,446
DEPRECIATION			
At 1 August 2016	4,422	1,192	5,614
Charge for year	15,216	146	15,362
At 31 July 2017	19,638	1,338	20,976
NET BOOK VALUE			
At 31 July 2017	41,212	1,258	42,470
At 31 July 2016	56,428	-	56,428

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2017

3. TANGIBLE FIXED ASSETS - continued

The net book value of tangible fixed assets includes £ 40,687 (2016 - £ 55,718) in respect of assets held under hire purchase contracts.

4. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Trade debtors	645,090	425,489
Other debtors	6,212	5,312
	<u>651,302</u>	<u>430,801</u>

5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Bank loans and overdrafts	151,563	-
Hire purchase contracts	7,920	18,497
Trade creditors	241,163	213,855
Taxation and social security	119,214	73,403
Other creditors	144,789	240,120
	<u>664,649</u>	<u>545,875</u>

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

	2017	2016
	£	£
Hire purchase contracts	<u>7,510</u>	<u>15,180</u>

7. SECURED DEBTS

The following secured debts are included within creditors:

	2017	2016
	£	£
Bank overdraft	151,563	-
Hire purchase contracts	15,430	33,677
	<u>166,993</u>	<u>33,677</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2017

8. RELATED PARTY DISCLOSURES

Capital Softwood Limited

A company in which T J Dobby is a director

During the year, the company incurred management fees of £50,837 (2016: £84,894) from Capital Softwood Limited.

During the year, the company bought goods of £75,465 (2016: £66,677) from Capital Softwood Limited.

	2017	2016
	£	£
Amount due to related party at the balance sheet date	<u>140,000</u>	<u>200,000</u>

Capital Softwood (Southern) Limited

A company in which T J Dobby is a director

During the year, the company incurred management fees of £6,000 (2016: £nil) from Capital Softwood (Southern) Limited.

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.