

REGISTERED NUMBER: 01275056 (England and Wales)

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

FOR

DURABLE CONTRACTS ROOFING LIMITED

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FOR THE YEAR ENDED 30 JUNE 2018**

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DURABLE CONTRACTS ROOFING LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 30 JUNE 2018**

DIRECTORS:

R A Perdeaux
C Insole

REGISTERED OFFICE:

75 Park Lane
Croydon
Surrey
CR9 1XS

REGISTERED NUMBER:

01275056 (England and Wales)

AUDITORS:

Kings Mill Partnership
Chartered Accountants and Statutory Auditors
75 Park Lane
Croydon
Surrey
CR9 1XS

STATEMENT OF FINANCIAL POSITION
30 JUNE 2018

		2018		2017 (Restated)	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible assets	4		103,058		101,597
CURRENT ASSETS					
Stocks	5	49,710		87,692	
Debtors	6	1,871,204		1,589,152	
Cash at bank		<u>11,386</u>		<u>92,217</u>	
		1,932,300		1,769,061	
CREDITORS					
Amounts falling due within one year	7	<u>1,668,161</u>		<u>1,590,957</u>	
NET CURRENT ASSETS			<u>264,139</u>		<u>178,104</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			367,197		279,701
CREDITORS					
Amounts falling due after more than one year	8		(60,801)		(75,040)
PROVISIONS FOR LIABILITIES			<u>(1,547)</u>		<u>-</u>
NET ASSETS			<u>304,849</u>		<u>204,661</u>
CAPITAL AND RESERVES					
Called up share capital			7,142		7,142
Capital redemption reserve			2,858		2,858
Retained earnings			<u>294,849</u>		<u>194,661</u>
SHAREHOLDERS' FUNDS			<u>304,849</u>		<u>204,661</u>

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 19 March 2019 and were signed on its behalf by:

R A Perdeaux - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

1. STATUTORY INFORMATION

Durable Contracts Roofing 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.

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.

Depreciation of tangible fixed assets

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided on all tangible assets at rates calculated to write off cost, less estimated residual value, of each asset, over the expected useful life. The following annual rates have been applied.

Plant, Machinery and Vehicles	- 25% reducing balance
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Stocks

Stock is stated at the lower of cost and net realisable value, after making allowance for obsolete and slow moving items.

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 statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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.

Pension

The company operates a defined contribution pension scheme. The costs of the scheme are charged to the profit and loss account as incurred.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JUNE 2018

2. ACCOUNTING POLICIES - continued

Long-term contract accounting

Where the outcome of a long-term contract can be estimated reliably, revenue and costs are recognised by reference to the stage of completion of the contract activity at each reporting date, as measured by the proportion that contract costs incurred for work performed to date bear to the estimated total contract costs. Variations in contract work, claims and incentive payments are included to the extent that they have been agreed with the customer.

Where the outcome of a long-term contract cannot be estimated reliably, contract revenue is recognised to the extent of contract costs incurred that it is probable will be recoverable. Contract costs are recognised as expenses in the period in which they are incurred.

When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised as an expense immediately.

Prior year adjustment

In the current year, work in progress movements, which were previously included in turnover, have now been included within cost of sales.

In the current year, the release of profit from work in progress, which was previously split between turnover and cost of sales, has now been included solely within turnover.

The financial statements have been restated for the change in presentation. There has been no change in the profits as a result of the restatement.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 18 (2017 - 17) .

4. TANGIBLE FIXED ASSETS

	Plant and machinery £
COST	
At 1 July 2017	275,752
Additions	34,650
Disposals	(1,090)
At 30 June 2018	<u>309,312</u>
DEPRECIATION	
At 1 July 2017	174,155
Charge for year	32,235
Eliminated on disposal	(136)
At 30 June 2018	<u>206,254</u>
NET BOOK VALUE	
At 30 June 2018	<u>103,058</u>
At 30 June 2017	<u>101,597</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JUNE 2018

4. TANGIBLE FIXED ASSETS - continued

The net book value of fixed assets of £103,058 includes an amount of £47,182 (2017 - £92,314) in respect of assets held under hire purchase contracts. Depreciation charged on the assets held under hire purchase contracts for the year was £23,197 (2017: £18,349).

5. STOCKS

	2018	2017 (Restated)
	£	£
Raw materials and consumables	22,202	21,196
Work-in-progress	896,527	925,259
Invoiced on account	(869,019)	(858,763)
	<u>49,710</u>	<u>87,692</u>

Payments received in excess of the value of work done on individual contracts are included under current liabilities in the balance sheet.

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017 (Restated)
	£	£
Trade debtors	1,666,101	1,439,385
Other debtors	736	4,786
VAT	200,382	140,802
Prepayments	3,985	4,179
	<u>1,871,204</u>	<u>1,589,152</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017 (Restated)
	£	£
Trade creditors	1,134,042	813,714
Corporation tax	28,084	21,009
Social security & other taxes	21,966	20,399
Other creditors	100,882	236,896
Bank overdrafts	62,393	-
Bank loans due within one year	28,296	20,300
Hire purchase liability	28,439	39,106
Directors' loan accounts	16,000	34,879
Accruals and Deferred Income	248,059	404,654
	<u>1,668,161</u>	<u>1,590,957</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JUNE 2018

8. CREDITORS MORE THAN ONE YEAR

	2018	2017 (Restated)
	£	£
Bank loans due within two to five years	27,256	33,834
Hire purchase liability	33,545	41,206
	<u>60,801</u>	<u>75,040</u>

9. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Romit Basu FCA (Senior Statutory Auditor)
for and on behalf of Kings Mill Partnership

10. RELATED PARTY DISCLOSURES

During the year, the company paid rent of £27,083 (2017: £26,500) into a pension scheme established for Mr R.A. Perdeaux and Mr C Insole, the company's directors. The rent paid was a commercial rent and the transactions were carried out at arm's length.

11. OBLIGATIONS UNDER HIRE PURCHASE

The following hire purchase contract payments are committed to be paid within one year:

	2018	2017
	£	£
Amounts payable:		
Within one year	28,439	39,107
In two to five years	33,545	41,206
	<u>61,984</u>	<u>80,313</u>

12. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2018	2017
	£	£
Amounts payable:		
Within one year	2,835	11,655
Between one and five years	6,498	9,333
	<u>9,333</u>	<u>20,988</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JUNE 2018

13. PRIOR YEAR ADJUSTMENT

In the current year, work in progress movements, which were previously included in turnover, have now been included within cost of sales.

In the current year, the release of profit from work in progress, which was previously split between turnover and cost of sales, has now been included solely within turnover.

The financial statements have been restated for the change in presentation.

Turnover in 2017 is now £6,700,078 (previously £5,432,631) and cost of sales is now £5,663,699 (previously £4,396,252). There has been no change in the profits of the previous year as a result of the restatement.

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.