

Registration number: 02225988

Warley Engineering & Developments Limited
Unaudited Financial Statements
for the Year Ended 31 March 2017

Warley Engineering & Developments Limited

Contents

Company Information	<u>1</u>
Accountants' Report	<u>2</u>
Balance Sheet	<u>3</u> to <u>4</u>
Notes to the Financial Statements	<u>5</u> to <u>14</u>

Warley Engineering & Developments Limited

Company Information

Directors	Mrs V Y A Blount Mr A Blount Mr T Mallard
Company secretary	Mrs V Y A Blount
Registered office	34 Boulevard Weston-super-Mare Somerset BS23 1NF
Accountants	four fifty partnership Chartered Accountants 34 Boulevard Weston-super-Mare Somerset BS23 1NF

**Chartered Accountants' Report to the Board of Directors on the Preparation of the Unaudited
Statutory Accounts of
Warley Engineering & Developments Limited
for the Year Ended 31 March 2017**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Warley Engineering & Developments Limited for the year ended 31 March 2017 as set out on pages 3 to 14 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 at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

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

It is your duty to ensure that Warley Engineering & Developments Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Warley Engineering & Developments Limited. You consider that Warley Engineering & Developments 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 accounts of Warley Engineering & Developments 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 accounts.

.....
four fifty partnership
Chartered Accountants
34 Boulevard
Weston-super-Mare
Somerset
BS23 1NF

22 December 2017

Warley Engineering & Developments Limited

(Registration number: 02225988)

Balance Sheet as at 31 March 2017

	Note	2017 £	2016 £
Fixed assets			
Investment property	<u>4</u>	600,000	600,000
Current assets			
Debtors	<u>5</u>	643,480	548,505
Investments	<u>6</u>	935,992	1,064,417
Cash at bank and in hand		228,245	11,064
		1,807,717	1,623,986
Creditors: Amounts falling due within one year	<u>7</u>	(131,682)	(104,166)
Net current assets		1,676,035	1,519,820
Total assets less current liabilities		2,276,035	2,119,820
Provisions for liabilities		(76,901)	(73,452)
Net assets		<u>2,199,134</u>	<u>2,046,368</u>
Capital and reserves			
Called up share capital		352,000	352,000
Revaluation reserve		692,139	642,724
Profit and loss account		1,154,995	1,051,644
Total equity		<u>2,199,134</u>	<u>2,046,368</u>

For the financial year ending 31 March 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' 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 directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The notes on pages 5 to 14 form an integral part of these financial statements.

Warley Engineering & Developments Limited

(Registration number: 02225988)

Balance Sheet as at 31 March 2017

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 Account has been taken.

Approved and authorised by the Board on 14 December 2017 and signed on its behalf by:

.....

Mrs V Y A Blount

Company secretary and director

.....

Mr T Mallard

Director

The notes on pages 5 to 14 form an integral part of these financial statements.

Warley Engineering & Developments Limited

Notes to the Financial Statements for the Year Ended 31 March 2017

1 General information

The company is a private company limited by share capital, incorporated in the United Kingdom.

The address of its registered office is:

34 Boulevard
Weston-super-Mare
Somerset
BS23 1NF
United Kingdom

The principal place of business is:

389 Ridgacre Rd
Quinton
Birmingham
West Midlands
B32 1QJ
UK

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 presentation currency of the financial statements is the Pound Sterling (£).

Warley Engineering & Developments Limited

Notes to the Financial Statements for the Year Ended 31 March 2017

2 Accounting policies (continued)

Revenue recognition

Turnover represents rental income and service charges from the investment property owned by the company. Turnover is shown net of value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Other operating income represents electricity income derived from solar panels on the roofs of the investment properties owned by the company.

Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

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 taxable income.

Depreciation

Asset class	Depreciation method and rate
Plant and machinery	10% straight line

Investment property

Investment property is carried at fair value, derived from the current market prices for comparable real estate determined annually by external valuers. The valuers use observable market prices, adjusted if necessary for any difference in the nature, location or condition of the specific asset. Changes in fair value are recognised in profit or loss.

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.

Warley Engineering & Developments Limited

Notes to the Financial Statements for the Year Ended 31 March 2017

2 Accounting policies (continued)

Trade debtors

Trade debtors are amounts due from customers for rental income and electricity sold 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.

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.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

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.

Reserves

The directors have elected to separately disclose the non-distributable element of the profit and loss reserve created by fair value adjustments as a revaluation reserve within the financial statements.

Warley Engineering & Developments Limited

Notes to the Financial Statements for the Year Ended 31 March 2017

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 3 (2016 - 3).

4 Investment properties

	2017 £
At 1 April	600,000
At 31 March	600,000

The fair value of the investment property has been determined by the directors after due consideration of similar properties for sale.

There has been no valuation of investment property by an independent valuer.

5 Debtors

	2017 £	2016 £
Trade debtors	2,606	3,892
Other debtors	640,874	544,613
	<u>643,480</u>	<u>548,505</u>

6 Current asset investments

	2017 £	2016 £
Other investments	935,992	1,064,417

Warley Engineering & Developments Limited

Notes to the Financial Statements for the Year Ended 31 March 2017

7 Creditors

Creditors: amounts falling due within one year

	2017 £	2016 £
Due within one year		
Trade creditors	-	1,800
Taxation and social security	4,913	4,596
Accruals and deferred income	11,000	1,400
Other creditors	115,769	96,370
	<u>131,682</u>	<u>104,166</u>

8 Share capital

Allotted, called up and fully paid shares

	2017		2016	
	No.	£	No.	£
Ordinary of £1 each	1,000	1,000	1,000	1,000
A Preference of £1 each	350,000	350,000	350,000	350,000
B Preference of £1 each	1,000	1,000	1,000	1,000
	<u>352,000</u>	<u>352,000</u>	<u>352,000</u>	<u>352,000</u>

Warley Engineering & Developments Limited

Notes to the Financial Statements for the Year Ended 31 March 2017

9 Related party transactions

Transactions with directors

	At 1 April 2016 £	Advances to directors £	Repayments by director £	At 31 March 2017 £
2017				
Mrs V Y A Blount				
Directors loan account	214,255	-	(130)	214,125
Mr A Blount				
Directors loan account	214,255	-	(130)	214,125
Mr T Mallard				
Directors loan account	(67,979)	18,700	(19,094)	(68,373)

	At 1 April 2015 £	Advances to directors £	Repayments by director £	At 31 March 2016 £
2016				
Mrs V Y A Blount				
Directors loan account	205,010	16,671	(7,426)	214,255
Mr A Blount				
Directors loan account	205,010	16,671	(7,426)	214,255
Mr T Mallard				
Directors loan account	(53,688)	18,700	(32,991)	(67,979)

Other transactions with directors

Section 455 tax has been provided on the full balance of overdrawn loan accounts outstanding at the balance sheet date.

Loans to directors are interest free and the company deems them repayable on demand. These loans have been included on forms P11D, as required, and Class 1A National Insurance has been calculated as required.

Warley Engineering & Developments Limited

Notes to the Financial Statements for the Year Ended 31 March 2017

9 Related party transactions (continued)

Summary of transactions with other related parties

The Joyce Mallard Discretionary Settlement Trust is a shareholder in Warley Engineering & Developments Limited.

As at the balance sheet date the company owed the trust £7,991 (2016 - trust owed the company £8,827). This loan is considered to be interest free and repayable on demand.

Miss A Blount is the daughter of the directors Mr A & Mrs V Blount.

During the year under review the company loaned Miss A Blount £78,573, which is accruing interest at 3% per annum. As at the balance sheet date Miss A Blount owed the company £79,670.

Section 455 tax has been provided on the outstanding balance not repaid within 9 months of the balance sheet date.

10 Parent and ultimate parent undertaking

The ultimate controlling party is the Trustees of the Trevor Mallard Discretionary Trust.

11 Transition to FRS 102

The transition to FRS 102 from the previous financial reporting framework, FRSSE 2015, has resulted in two transitional adjustments. The first is to fair value account for the current asset investments in managed investment portfolios. The second is to provide for the deferred tax arising on the fair value adjustments on investment property and current asset investments.

Warley Engineering & Developments Limited

Notes to the Financial Statements for the Year Ended 31 March 2017

11 Transition to FRS 102 (continued)

Balance Sheet at 1 April 2015

	As originally reported £	Reclassification £	Remeasurement £	As restated £
Fixed assets				
Investment property	600,000	-	-	600,000
Current assets				
Debtors	526,511	-	-	526,511
Current investments	758,954	-	378,382	1,137,336
Cash at bank and in hand	14,414	-	-	14,414
	1,299,879	-	378,382	1,678,261
Creditors: Amounts falling due within one year	(140,465)	-	-	(140,465)
Net current assets	1,159,414	-	378,382	1,537,796
Total assets less current liabilities	1,759,414	-	378,382	2,137,796
Provisions for liabilities	-	-	(85,486)	(85,486)
Net assets	1,759,414	-	292,896	2,052,310
Capital and reserves				
Called up share capital	(352,000)	-	-	(352,000)
Revaluation reserve	(394,669)	-	(292,896)	(687,565)
Profit and loss account	(1,012,745)	-	-	(1,012,745)

Total equity	(1,759,414)	-	(292,896)	(2,052,310)
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Warley Engineering & Developments Limited

Notes to the Financial Statements for the Year Ended 31 March 2017

11 Transition to FRS 102 (continued)

Balance Sheet at 31 March 2016

	As originally reported £	Reclassification £	Remeasurement £	As restated £
Fixed assets				
Investment property	600,000	-	-	600,000
Current assets				
Debtors	548,504	-	-	548,504
Current investments	740,755	-	323,662	1,064,417
Cash at bank and in hand	11,064	-	-	11,064
	1,300,323	-	323,662	1,623,985
Creditors: Amounts falling due within one year	(104,165)	-	-	(104,165)
Net current assets	1,196,158	-	323,662	1,519,820
Total assets less current liabilities	1,796,158	-	323,662	2,119,820
Provisions for liabilities	-	-	(73,452)	(73,452)
Net assets	1,796,158	-	250,210	2,046,368
Capital and reserves				
Called up share capital	(352,000)	-	-	(352,000)
Revaluation reserve	(394,669)	-	(304,930)	(699,599)
Profit and loss account	(1,049,489)	-	54,720	(994,769)

Total equity	(1,796,158)	-	(250,210)	(2,046,368)
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Warley Engineering & Developments Limited

Notes to the Financial Statements for the Year Ended 31 March 2017

11 Transition to FRS 102 (continued)

Profit and Loss Account for the year ended 31 March 2016

	As originally reported £	Reclassification £	Remeasurement £	As restated £
Turnover	56,067	-	-	56,067
Administrative expenses	(7,651)	-	-	(7,651)
Other operating income	13,673	-	-	13,673
Operating profit	62,089	-	-	62,089
Loss on financial assets at fair value through profit and loss account	-	-	(42,920)	(42,920)
Income from other fixed asset investments	11,801	-	(11,801)	-
Other interest receivable and similar income	19,369	-	-	19,369
Interest payable and similar expenses	(23)	-	-	(23)
	31,147	-	(54,721)	(23,574)
Profit/(loss) before tax	93,236	-	(54,721)	38,515
Taxation	(20,870)	-	-	(20,870)
Profit/(loss) for the financial year	72,366	-	(54,721)	17,645