

# Avon Scale Company Limited

Annual Report and Unaudited Financial Statements  
for the Year Ended 28 February 2017

Thomas Quinn  
Accountants  
The Station House  
15 Station Road  
St Ives  
Cambridgeshire  
PE27 5BH

# Avon Scale Company Limited

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# **Avon Scale Company Limited**

## **Company Information**

**Directors** Mr Anthony John Almond  
Mr Ronald Norman Smith

**Company secretary** Mr Ronald Norman Smith

**Registered office** 1 Claremont Street  
Edmonton  
London  
N18 2RP

**Accountants** Thomas Quinn  
Accountants  
The Station House  
15 Station Road  
St Ives  
Cambridgeshire  
PE27 5BH

# **Avon Scale Company Limited**

## **Directors' Report for the Year Ended 28 February 2017**

The directors present their report and the financial statements for the year ended 28 February 2017.

### **Directors of the company**

The directors who held office during the year were as follows:

Mr Anthony John Almond

Mr Ronald Norman Smith - Company secretary and director

### **Principal activity**

The principal activity of the company is sale and repair of scales

### **Small companies provision statement**

This report has 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.

Approved by the Board on 11 September 2017 and signed on its behalf by:

Mr Ronald Norman Smith  
Company secretary and director

**Chartered Accountants' Report to the Board of Directors on the Preparation of the  
Unaudited Statutory Accounts of  
Avon Scale Company Limited  
for the Year Ended 28 February 2017**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Avon Scale Company Limited for the year ended 28 February 2017 as set out on pages 4 to 10 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 Avon Scale Company 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 Avon Scale Company Limited and state those matters that we have agreed to state to the Board of Directors of Avon Scale Company 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 Avon Scale Company Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Avon Scale Company 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 Avon Scale Company Limited. You consider that Avon Scale Company 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 Avon Scale Company 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.

Thomas Quinn  
Accountants  
The Station House  
15 Station Road  
St Ives  
Cambridgeshire  
PE27 5BH

11 September 2017

**Avon Scale Company Limited**  
**(Registration number: 02226425)**  
**Balance Sheet as at 28 February 2017**

	Note	2017 £	2016 £
<b>Fixed assets</b>			
Tangible assets	<u>5</u>	799	1,066
Investments		47,250	47,250
		<u>48,049</u>	<u>48,316</u>
<b>Current assets</b>			
Stocks	<u>7</u>	2,582	2,613
Debtors	<u>8</u>	57,868	80,412
Cash at bank and in hand		132,229	101,759
		192,679	184,784
<b>Creditors:</b> Amounts falling due within one year	<u>9</u>	(40,354)	(57,323)
<b>Net current assets</b>		152,325	127,461
<b>Net assets</b>		<u>200,374</u>	<u>175,777</u>
<b>Capital and reserves</b>			
Called up share capital		2	2
Profit and loss account		200,372	175,775
<b>Total equity</b>		<u>200,374</u>	<u>175,777</u>

For the financial year ending 28 February 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.

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.

Approved and authorised by the Board on 11 September 2017 and signed on its behalf by:

Mr Anthony John Almond

Director

# **Avon Scale Company Limited**

## **Notes to the Financial Statements for the Year Ended 28 February 2017**

### **1 General information**

The company is a private company limited by share capital incorporated in UK.

The address of its registered office is:

1 Claremont Street  
Edmonton  
London  
N18 2RP  
United Kingdom

The accounts were authorised for issue on the date shown on the Director's report.

### **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.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/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.

#### **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.

#### **Tangible assets**

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

# Avon Scale Company Limited

## Notes to the Financial Statements for the Year Ended 28 February 2017

### Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Plant & Machinery	25% reducing balance
Office Equipment	25% reducing balance
Motor Vehicles	25% reducing balance

### Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

### Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

### 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.

### Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed 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.

### Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.



# Avon Scale Company Limited

## Notes to the Financial Statements for the Year Ended 28 February 2017

### 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.

### 3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 4 (2016 - 4).

### 4 Profit before tax

Arrived at after charging/(crediting)

Depreciation expense

2017	2016
£	£
267	357

# Avon Scale Company Limited

## Notes to the Financial Statements for the Year Ended 28 February 2017

### 5 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Other property, plant and equipment £	Total £
<b>Cost or valuation</b>				
At 1 March 2016	9,993	1,000	15,694	26,687
At 28 February 2017	9,993	1,000	15,694	26,687
<b>Depreciation</b>				
At 1 March 2016	8,986	1,000	15,635	25,621
Charge for the year	251	-	16	267
At 28 February 2017	9,237	1,000	15,651	25,888
<b>Carrying amount</b>				
At 28 February 2017	756	-	43	799
At 29 February 2016	1,007	-	59	1,066

### 6 Investments

	2017 £	2016 £
Investments in subsidiaries	47,250	47,250
<b>Subsidiaries</b>		£
<b>Cost or valuation</b>		
At 1 March 2016		47,250
<b>Provision</b>		
<b>Carrying amount</b>		
At 28 February 2017		47,250
At 29 February 2016		47,250

### 7 Stocks

	2017 £	2016 £
Other inventories	2,582	2,613

# Avon Scale Company Limited

## Notes to the Financial Statements for the Year Ended 28 February 2017

### 8 Debtors

	Note	2017 £	2016 £
Trade debtors		45,791	70,634
Amounts owed by group undertakings and undertakings in which the company has a participating interest	<u>11</u>	9,523	9,185
Other debtors		2,554	593
Total current trade and other debtors		<u>57,868</u>	<u>80,412</u>

### 9 Creditors

	Note	2017 £	2016 £
<b>Due within one year</b>			
Trade creditors		16,714	20,936
Taxation and social security		5,003	8,544
Other creditors		18,637	27,843
		<u>40,354</u>	<u>57,323</u>

### 10 Dividends

#### Interim dividends paid

	2017 £	2016 £
Interim dividend of £6,000 (2016 - £14,000) per each Ordinary share share	12,000	28,000

# **Avon Scale Company Limited**

## **Notes to the Financial Statements for the Year Ended 28 February 2017**

### **11 Related party transactions**

#### **Summary of transactions with other related parties**

Mr A J Almond

Mr R N Smith

As at the Balance Sheet date, Mr A J Almond, Director was owed £2,349 (2016 - 3,064).

As at the Balance Sheet date, Mr R N Smith, Director was owed £2,234 (2016 - 3,117).

### **12 Parent and ultimate parent undertaking**

The ultimate controlling party is no one overall party.

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