

Company Registration No. 02229607 (England and Wales)

SHARROCKS (GRASS MACHINERY) LIMITED

**UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2017**

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SHARROCKS (GRASS MACHINERY) LIMITED**STATEMENT OF FINANCIAL POSITION****AS AT 31 DECEMBER 2017**

	Notes	2017 £	£	2016 £	£
Fixed assets					
Investment properties	3		596,351		596,351
Current assets					
Stocks		1,400		1,400	
Debtors	4	193		1,992	
Cash at bank and in hand		98,683		76,079	
		100,276		79,471	
Creditors: amounts falling due within one year	5	(17,430)		(16,766)	
Net current assets			82,846		62,705
Total assets less current liabilities			679,197		659,056
Provisions for liabilities	6		(48,233)		(50,333)
Net assets			630,964		608,723
Capital and reserves					
Called up share capital	7		2		2
Profit and loss reserves	8		630,962		608,721
Total equity			630,964		608,723

The directors of the company have elected not to include a copy of the income statement within the financial statements.

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

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

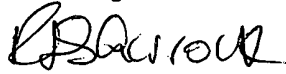
These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

SHARROCKS (GRASS MACHINERY) LIMITED

STATEMENT OF FINANCIAL POSITION (CONTINUED)

AS AT 31 DECEMBER 2017

The financial statements were approved by the board of directors and authorised for issue on16/5/2018.....
and are signed on its behalf by:



.....
Mr K F Sharrock
Director

SHARROCKS (GRASS MACHINERY) LIMITED

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

1 Accounting policies

Company information

Sharrocks (Grass Machinery) Limited is a private company limited by shares and is registered and incorporated in England and Wales. The registered office is 91 Mossy Lea Road, Wrightington, Wigan, Lancashire, WN6 9RF.

Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard 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 £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets. The principal accounting policies adopted are set out below.

Going concern

The directors have concluded that it is appropriate to prepare the accounts on a going concern basis as the company had adequate cash resources and indicate that the company will continue to trade within its existing bank facilities.

Turnover

The turnover shown in the profit and loss account represents the value of all goods sold during the period at selling price exclusive of Value Added Tax. Sales are recognised at the point at which the company has fulfilled its contractual obligations and the risks and rewards attaching to the product have been transferred to the customer.

Rental Income

Rental income is recognised on a straight-line basis over the term of the lease and is presented within other operating income.

Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

Where fair value cannot be achieved without undue cost or effort, investment property is accounted for as tangible fixed assets.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, those overheads that have been incurred in bringing the stocks to their present location and condition.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

SHARROCKS (GRASS MACHINERY) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

1 Accounting policies (Continued)

Cash and cash equivalents

Cash and cash equivalents are basic financial instruments and include cash in hand and deposits held at call with banks.

Financial instruments

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

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include trade and other debtors 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.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including other creditors, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Equity instruments

Equity instruments issued by the company are recorded at the fair value of 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.

Taxation

The tax expense represents the sum of the current tax expense and deferred tax expense. Current tax assets are recognised when tax paid exceeds the tax payable.

Current and deferred tax is charged or credited to profit or loss, except when it relates to items charged or credited to other comprehensive income or equity, when the tax follows the transaction or event it relates to and is also charged or credited to other comprehensive income, or equity.

Current tax assets and current tax liabilities and deferred tax assets and deferred tax liabilities are offset, if and only if, there is a legally enforceable right to set off the amounts and the entity intends either to settle on the net basis or to realise the asset and settle the liability simultaneously.

Current tax is based on taxable profit for the year. Current tax assets and liabilities are measured using tax rates that have been enacted or substantively enacted by the reporting period.

SHARROCKS (GRASS MACHINERY) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

1 Accounting policies (Continued)

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled based on tax rates that have been enacted or substantively enacted by the reporting date.

Deferred tax liabilities are recognised in respect of all timing differences that exist at the reporting date. Timing differences are differences between taxable profits and total comprehensive income that arise from the inclusion of income and expenses in tax assessments in different periods from their recognition in the financial statements. Deferred tax assets are recognised only to the extent that it is probable that they will be recovered by the reversal of deferred tax liabilities or other future taxable profits.

For non-depreciable assets measured using the revaluation model and investment properties measured at fair value (except investment property with a limited useful life held by the company to consume substantially all of its economic benefit), deferred tax is measured using the tax rates and allowances that apply to the sale of the asset or property.

2 Employees

The directors were the only employees during this and the prior year and they received no remuneration in either year.

3 Investment property

	2017 £
Fair value	
At 1 January 2017 and 31 December 2017	596,351

The Cheshire property was valued at £330,000. This is based on the directors' valuation.

The Ecclestone property has been valued at £266,000. This is based on the directors' valuation.

4 Debtors

	2017 £	2016 £
Amounts falling due within one year:		
Trade debtors	-	1,992
Other debtors	193	-
	<u>193</u>	<u>1,992</u>

SHARROCKS (GRASS MACHINERY) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

5 Creditors: amounts falling due within one year

	2017 £	2016 £
Corporation tax	9,368	3,486
Other creditors	8,062	13,280
	<u>17,430</u>	<u>16,766</u>

6 Provisions for liabilities

	2017 £	2016 £
Deferred tax liabilities	48,233	50,333
	<u>48,233</u>	<u>50,333</u>

7 Called up share capital

	2017 £	2016 £
Ordinary share capital Issued and fully paid 2 Ordinary shares of £1 each	2	2
	<u>2</u>	<u>2</u>

8 Reserves

Profit and loss reserves

The profit and loss reserves represent cumulative profit and loss net of distribution to owners.

9 Contingent liabilities

The company has provided a charge over certain of its fixed assets to secure the bank borrowings of F. R. Sharrock Limited, a related company. The contingent liability at the year end was £543,499 (2016: £606,341).

10 Related party transactions

Transactions with related parties

During the year the company entered into the following transactions with related parties. The parties are related as there is common key management personnel.

	Purchase of goods	
	2017 £	2016 £
Other related parties	7,267	857
	<u>7,267</u>	<u>857</u>

SHARROCKS (GRASS MACHINERY) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

10 Related party transactions (Continued)

The following amounts were outstanding at the reporting end date:

	2017	2016
	£	£
Amounts owed to related parties		
Other related parties	743	625
	<u>743</u>	<u>625</u>

11 Events after the reporting date

Subsequent to the year end, a property included in the financial statements at 31 December 2017 with a market value of £266,000 was sold to a connected party for £150,000.

12 Directors' transactions

Dividends totalling £20,000 (2016 - £0) were paid in the year in respect of shares held by the company's directors.