

# **Servicetune Limited**

**Annual Report and Unaudited Financial Statements  
for the Year Ended 31 October 2018**

# **Servicetune Limited**

## **Contents**

Balance Sheet	<u>1</u> to <u>2</u>
Notes to the Financial Statements	<u>3</u> to <u>9</u>

**Servicetune Limited**  
**(Registration number: 02364734)**  
**Balance Sheet as at 31 October 2018**

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Intangible assets	<u>4</u>	12,000	14,000
Tangible assets	<u>5</u>	130,898	131,198
		<u>142,898</u>	<u>145,198</u>
<b>Current assets</b>			
Stocks	<u>6</u>	7,743	10,043
Debtors	<u>7</u>	1,303	2,023
Cash at bank and in hand		1,416	4,158
		10,462	16,224
<b>Creditors:</b> Amounts falling due within one year	<u>8</u>	(148,021)	(135,840)
<b>Net current liabilities</b>		<u>(137,559)</u>	<u>(119,616)</u>
<b>Total assets less current liabilities</b>		5,339	25,582
<b>Creditors:</b> Amounts falling due after more than one year	<u>8</u>	(42,940)	(50,768)
<b>Net liabilities</b>		<u>(37,601)</u>	<u>(25,186)</u>
<b>Capital and reserves</b>			
Called up share capital	<u>9</u>	2,000	2,000
Profit and loss account		(39,601)	(27,186)
<b>Total equity</b>		<u>(37,601)</u>	<u>(25,186)</u>

For the financial year ending 31 October 2018 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.

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.

The notes on pages 3 to 9 form an integral part of these financial statements.  
Page 1

**Servicetune Limited**

**(Registration number: 02364734)**  
**Balance Sheet as at 31 October 2018**

Approved and authorised by the Board on 30 July 2019 and signed on its behalf by:

.....

Mr AB E Bunney  
Director

The notes on pages 3 to 9 form an integral part of these financial statements.  
Page 2

# **Servicetune Limited**

## **Notes to the Financial Statements for the Year Ended 31 October 2018**

### **1 General information**

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

The address of its registered office is:

166 St Georges Road  
Hull  
East Yorkshire  
HU3 3QE

These financial statements were authorised for issue by the Board on 30 July 2019.

### **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.

#### **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.

#### **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:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Land and buildings	Nil
Plant and machinery	25% reducing balance

## Servicetune Limited

### Notes to the Financial Statements for the Year Ended 31 October 2018

Motor vehicles

25% reducing balance

#### Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

#### Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	5% on cost

#### 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.

#### 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.

## **Servicetune Limited**

### **Notes to the Financial Statements for the Year Ended 31 October 2018**

#### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

#### **Leases**

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

#### **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.

#### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 2 (2017 - 2).

# Servicetune Limited

## Notes to the Financial Statements for the Year Ended 31 October 2018

### 4 Intangible assets

	Goodwill £	Total £
<b>Cost or valuation</b>		
At 1 November 2017	40,000	40,000
At 31 October 2018	40,000	40,000
<b>Amortisation</b>		
At 1 November 2017	26,000	26,000
Amortisation charge	2,000	2,000
At 31 October 2018	28,000	28,000
<b>Carrying amount</b>		
At 31 October 2018	12,000	12,000
At 31 October 2017	14,000	14,000

### 5 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
<b>Cost or valuation</b>				
At 1 November 2017	130,000	40,324	1,476	171,800
At 31 October 2018	130,000	40,324	1,476	171,800
<b>Depreciation</b>				
At 1 November 2017	-	39,129	1,473	40,602
Charge for the year	-	299	1	300
At 31 October 2018	-	39,428	1,474	40,902
<b>Carrying amount</b>				
At 31 October 2018	130,000	896	2	130,898
At 31 October 2017	130,000	1,195	3	131,198

Included within the net book value of land and buildings above is £130,000 (2017 - £130,000) in respect of freehold land and buildings.



# Servicetune Limited

## Notes to the Financial Statements for the Year Ended 31 October 2018

### 6 Stocks

	2018 £	2017 £
Other inventories	7,743	10,043

### 7 Debtors

	2018 £	2017 £
Trade debtors	619	1,202
Prepayments	684	821
	1,303	2,023

### 8 Creditors

#### Creditors: amounts falling due within one year

	Note	2018 £	2017 £
<b>Due within one year</b>			
Bank loans and overdrafts	10	9,552	9,552
Taxation and social security		-	241
Accruals and deferred income		685	685
Other creditors		137,784	125,362
		148,021	135,840

The long-term loans are secured by fixed charges over the freehold property.

#### Creditors: amounts falling due after more than one year

	Note	2018 £	2017 £
<b>Due after one year</b>			
Loans and borrowings	10	42,940	50,768

The long-term loans are secured by fixed charges over the freehold property.

### 9 Share capital

#### Allotted, called up and fully paid shares

# Servicetune Limited

## Notes to the Financial Statements for the Year Ended 31 October 2018

	2018		2017	
	No.	£	No.	£
Ordinary of £1 each	2,000	2,000	2,000	2,000

### 10 Loans and borrowings

	2018 £	2017 £
<b>Non-current loans and borrowings</b>		
Bank borrowings	42,940	50,768

	2018 £	2017 £
<b>Current loans and borrowings</b>		
Bank borrowings	9,552	9,552

### 11 Related party transactions

Mr ABE & Mrs FJ Bunney, the directors and shareholders, have a joint loan with the company that remained in credit throughout the year. At the balance sheet date the Interest has not been charged on the loan.

#### Transactions with directors

	At 1 November 2017 £	Other payments made to company by director £	At 31 October 2018 £
<b>2018</b>			
<b>Mr AB E Bunney</b>			
Director loan	(115,502)	(11,685)	(127,187)

	At 1 November 2016 £	Other payments made to company by director £	At 31 October 2017 £
<b>2017</b>			
<b>Mr AB E Bunney</b>			
Director loan	(104,043)	(11,459)	(115,502)

#### Directors' remuneration

The directors' remuneration for the year was as follows:

## **Servicetune Limited**

### **Notes to the Financial Statements for the Year Ended 31 October 2018**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Remuneration	<u>13,786</u>	<u>12,779</u>

Page 9

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.