

**REPORT OF THE DIRECTORS AND  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2018  
FOR  
CHH CONEX LIMITED**



Feltons, Statutory Auditor  
8 Sovereign Court  
8 Graham Street  
Birmingham B1 3JR

**CHH CONEX LIMITED**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 31 AUGUST 2018**

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**DIRECTORS:**

T Hughes  
A Coley  
S Turner

**SECRETARY:**

T Hughes

**REGISTERED OFFICE:**

4 Holford Way  
Holford Industrial Estate  
Witton  
Birmingham  
B6 7AX

**REGISTERED NUMBER:**

02566897 (England and Wales)

**AUDITORS:**

Feltons, Statutory Auditor  
8 Sovereign Court  
8 Graham Street  
Birmingham B1 3JR

**BANKERS:**

HSBC Bank plc  
PO Box 68  
130 New Street  
Birmingham  
B2 4JU

**REPORT OF THE DIRECTORS  
FOR THE YEAR ENDED 31 AUGUST 2018**

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The directors present their report with the financial statements of the company for the year ended 31 August 2018.

**PRINCIPAL ACTIVITY**

The principal activities of the company under review were that of:

- design and manufacture of cable assemblies
- integration of cabinets and racks
- panel wiring
- materials managed services

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 September 2017 to the date of this report.

T Hughes  
A Coley  
S Turner

During the year a qualifying third party indemnity provision was in force for the benefit of one or more directors.

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**AUDITORS**

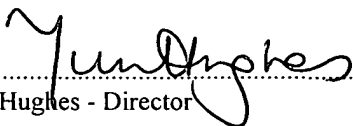
The auditors, Feltons, Statutory Auditor, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**REPORT OF THE DIRECTORS  
FOR THE YEAR ENDED 31 AUGUST 2018**

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This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

**ON BEHALF OF THE BOARD:**

  
.....  
T Hughes - Director

Date: 29/05/2019  
.....

## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF CHH CONEX LIMITED**

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### **Opinion**

We have audited the financial statements of CHH CoNeX Limited (the 'company') for the year ended 31 August 2018 which comprise the Profit and Loss Account, Balance Sheet, Statement of Changes in Equity and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 August 2018 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

### **Other information**

The directors are responsible for the other information. The other information comprises the information in the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Opinion on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Directors has been prepared in accordance with applicable legal requirements.

## REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF CHH CONEX LIMITED

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### Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.

### Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page two, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

### Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Auditors.

### Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

*Feltons*

Jean Powell (Senior Statutory Auditor)  
for and on behalf of Feltons, Statutory Auditor  
8 Sovereign Court  
8 Graham Street  
Birmingham B1 3JR

Date: .....

*29 May 2019*

**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 AUGUST 2018**

	Notes	31/8/18	31/8/17
		£	£
<b>TURNOVER</b>		6,902,966	6,117,611
Cost of sales		5,141,692	4,449,729
<b>GROSS PROFIT</b>		1,761,274	1,667,882
Distribution costs	58,530		70,334
Administrative expenses	1,612,452		1,445,992
		1,670,982	1,516,326
		90,292	151,556
Other operating income		119,203	113,149
<b>OPERATING PROFIT</b>		209,495	264,705
Interest payable and similar expenses		26,398	13,604
<b>PROFIT BEFORE TAXATION</b>		183,097	251,101
Tax on profit		13,660	21,494
<b>PROFIT FOR THE FINANCIAL YEAR</b>		169,437	229,607
<b>OTHER COMPREHENSIVE INCOME</b>		-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		169,437	229,607


The notes form part of these financial statements

BALANCE SHEET  
31 AUGUST 2018

		31/8/18	31/8/17
	Notes	£	£
<b>FIXED ASSETS</b>			
Tangible assets	4	86,279	50,454
Investments	5	-	1
		<u>86,279</u>	<u>50,455</u>
<b>CURRENT ASSETS</b>			
Stocks		802,899	798,485
Debtors	6	1,590,814	1,665,346
Cash at bank and in hand		804,517	435,413
		<u>3,198,230</u>	<u>2,899,244</u>
<b>CREDITORS</b>			
Amounts falling due within one year	7	2,768,422	2,426,377
<b>NET CURRENT ASSETS</b>		<u>429,808</u>	<u>472,867</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>516,087</u>	<u>523,322</u>
<b>CREDITORS</b>			
Amounts falling due after more than one year	8	(121,738)	(185,510)
<b>PROVISIONS FOR LIABILITIES</b>		<u>(5,000)</u>	<u>-</u>
<b>NET ASSETS</b>		<u><u>389,349</u></u>	<u><u>337,812</u></u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	10	300	300
Capital redemption reserve		50,400	50,400
Retained earnings		338,649	287,112
<b>SHAREHOLDERS' FUNDS</b>		<u><u>389,349</u></u>	<u><u>337,812</u></u>

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 29/05/2019 and were signed on its behalf by:

  
T Hughes - Director

The notes form part of these financial statements



STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 AUGUST 2018

	Called up share capital £	Retained earnings £	Capital redemption reserve £	Total equity £
Balance at 1 September 2016	300	275,905	50,400	326,605
Changes in equity				
Dividends	-	(218,400)	-	(218,400)
Total comprehensive income	-	229,607	-	229,607
Balance at 31 August 2017	300	287,112	50,400	337,812
Changes in equity				
Dividends	-	(117,900)	-	(117,900)
Total comprehensive income	-	169,437	-	169,437
Balance at 31 August 2018	300	338,649	50,400	389,349

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2018**

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**1. STATUTORY INFORMATION**

CHH CoNeX 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 Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" 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.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Short leasehold	- 20% on cost
Plant and machinery	- 20% on cost
Fixtures and fittings	- 33% on cost

**Stocks**

Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

**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 balance sheet date.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet 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.

**Leasing commitments**

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 AUGUST 2018**

**2. ACCOUNTING POLICIES - continued**

**Investments**

Fixed asset investments are stated at cost less provision for diminution in value.

**Foreign currency translation**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

**Pension costs and other post-retirement benefits**

The company contributes to the personal pension plans of eligible employees. Contributions payable to the pension plans are charged to profit or loss in the period to which they relate.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 62 (2017 - 65).

**4. TANGIBLE FIXED ASSETS**

	Short leasehold £	Plant and machinery £	Fixtures and fittings £	Totals £
<b>COST</b>				
At 1 September 2017	77,189	380,219	123,165	580,573
Additions	970	27,973	42,374	71,317
At 31 August 2018	78,159	408,192	165,539	651,890
<b>DEPRECIATION</b>				
At 1 September 2017	69,633	345,588	114,898	530,119
Charge for year	5,359	15,510	14,623	35,492
At 31 August 2018	74,992	361,098	129,521	565,611
<b>NET BOOK VALUE</b>				
At 31 August 2018	3,167	47,094	36,018	86,279
At 31 August 2017	7,556	34,631	8,267	50,454

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 AUGUST 2018**

**5. FIXED ASSET INVESTMENTS**

	Other investments £
<b>COST</b>	
At 1 September 2017	1
Disposals	(1)
	<u>          </u>
At 31 August 2018	-
	<u>          </u>
<b>NET BOOK VALUE</b>	
At 31 August 2018	-
	<u>          </u>
At 31 August 2017	1
	<u>          </u>

**6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31/8/18 £	31/8/17 £
Trade debtors	1,480,220	1,470,615
Other debtors	110,594	194,731
	<u>1,590,814</u>	<u>1,665,346</u>

Included in trade debtors is £1,471,880 (2017 - £1,411,996) gross debts factored with recourse.

**7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31/8/18 £	31/8/17 £
Trade creditors	1,218,391	1,051,855
Taxation and social security	167,617	153,985
Other creditors	1,382,414	1,220,537
	<u>2,768,422</u>	<u>2,426,377</u>

Included in other creditors is £1,253,017 (2017 - £1,076,297) due to factors.

**8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31/8/18 £	31/8/17 £
Other creditors	121,738	185,510
	<u>121,738</u>	<u>185,510</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 AUGUST 2018**

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**9. SECURED DEBTS**

The following secured debts are included within creditors:

	31/8/18	31/8/17
	£	£
Amounts due to factors	<u>1,253,017</u>	<u>1,076,297</u>

The charge contains fixed and floating charges over all the property or undertaking of the company.

**10. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31/8/18	31/8/17
			£	£
300	Ordinary A	£1	<u>300</u>	<u>300</u>

**11. ULTIMATE PARENT COMPANY**

CHH 2014 Limited is regarded by the directors as being the company's ultimate parent company.