

**Portland Stone Limited
Filleter Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2016**

PORTLAND STONE LIMITED

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PORTLAND STONE LIMITED

(Registration number: 03089873)

Balance Sheet as at 31 December 2016

	Note	2016 £	2015 £
Fixed assets			
Tangible assets	<u>4</u>	1,364,854	1,405,881
Investment property	<u>5</u>	500,000	500,000
		<u>1,864,854</u>	<u>1,905,881</u>
Current assets			
Stocks	<u>6</u>	5,871	5,141
Debtors	<u>7</u>	458,648	507,215
Cash at bank and in hand		<u>421,288</u>	<u>67,469</u>
		885,807	579,825
Creditors: Amounts falling due within one year	<u>8</u>	<u>(512,326)</u>	<u>(513,003)</u>
Net current assets		<u>373,481</u>	<u>66,822</u>
Total assets less current liabilities		2,238,335	1,972,703
Creditors: Amounts falling due after more than one year	<u>8</u>	<u>(98,982)</u>	<u>(149,031)</u>
Provisions for liabilities			
Deferred tax liabilities		<u>(213,739)</u>	<u>(210,537)</u>
Net assets		<u>1,925,614</u>	<u>1,613,135</u>
Capital and reserves			
Called up share capital		22,100	22,100
Revaluation reserve		186,783	186,783
Profit and loss reserve		<u>1,716,731</u>	<u>1,404,252</u>
Total equity		<u>1,925,614</u>	<u>1,613,135</u>

PORTLAND STONE LIMITED

(Registration number: 03089873)

Balance Sheet as at 31 December 2016

For the financial year ending 31 December 2016 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 and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006. The option not to file the profit and loss account and directors' report has been taken.

Approved and authorised by the Board on 23 May 2017 and signed on its behalf by:

Mr D A Nash
Director

PORTLAND STONE LIMITED

**Statement of Changes in Equity
for the Year Ended 31 December 2016**

	Share capital £	Revaluation reserve £	Profit and loss reserve £	Total £
At 1 January 2016	22,100	186,783	1,404,252	1,613,135
Movement in year :				
Profit for the year	-	-	416,479	416,479
Total comprehensive income	-	-	416,479	416,479
Dividends	-	-	(104,000)	(104,000)
Total movement for the year	-	-	312,479	312,479
At 31 December 2016	22,100	186,783	1,716,731	1,925,614

	Share capital £	Revaluation reserve £	Profit and loss reserve £	Total £
At 1 January 2015	22,100	186,783	1,167,548	1,376,431
Movement in year :				
Profit for the year	-	-	348,704	348,704
Total comprehensive income	-	-	348,704	348,704
Dividends	-	-	(112,000)	(112,000)
Total movement for the year	-	-	236,704	236,704
At 31 December 2015	22,100	186,783	1,404,252	1,613,135

PORTLAND STONE LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2016

1 General information

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

The address of its registered office is:

Lupins Business Centre
1-3 Greenhill
Weymouth
Dorset
DT4 7SP

The principal place of business is:

Unit 26
Tradecroft Industrial Estate
Weston
Portland
Dorset
DT5 2LN
England

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. This is the first year in which the financial statements have been prepared under Financial Reporting Standard 102 Section 1A. There are no adjustments as result of transition to Financial Reporting Standard 102 Section 1A.

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.

These financial statements are presented in Sterling (£).

PORTLAND STONE LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2016

Turnover 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 and deferred tax. Tax is recognised in the profit and loss account, 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 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.

Deferred tax is recognised on timing differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Deferred tax liabilities are presented within provisions for liabilities on the balance sheet

Tangible assets

Tangible assets are stated at cost, less accumulated depreciation and 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:

Asset class	Depreciation method and rate
Buildings	2% of cost
Landfill site	Over the minimum term of the lease
Plant and machinery	15% of written down value
Office equipment	25% of written down value

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.

PORTLAND STONE LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2016

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.

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.

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.

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.

PORTLAND STONE LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2016

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

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 44 (2015 - 36).

PORTLAND STONE LIMITED

**Notes to the Financial Statements
for the Year Ended 31 December 2016**

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Plant and machinery £	Total £
Cost or valuation				
At 1 January 2016	387,361	16,407	2,184,449	2,588,217
Additions	-	-	187,063	187,063
Disposals	-	-	(88,250)	(88,250)
At 31 December 2016	387,361	16,407	2,283,262	2,687,030
Depreciation				
At 1 January 2016	116,799	12,325	1,053,212	1,182,336
Charge for the year	6,099	1,024	193,663	200,786
Eliminated on disposal	-	-	(60,946)	(60,946)
At 31 December 2016	122,898	13,349	1,185,929	1,322,176
Carrying amount				
At 31 December 2016	264,463	3,058	1,097,333	1,364,854
At 31 December 2015	270,562	4,082	1,131,237	1,405,881

Included within the net book value of land and buildings above is £226,980 (2015 - £232,429) in respect of freehold land and buildings and £37,483 (2015 - £38,133) in respect of long leasehold land and buildings.

PORTLAND STONE LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2016

5 Investment properties

	2016 £
At 1 January 2016	<u>500,000</u>

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

6 Stocks

	2016 £	2015 £
Other stocks	<u>5,871</u>	<u>5,141</u>

PORTLAND STONE LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2016

7 Debtors

	2016	2015
	£	£
Trade debtors	430,684	476,319
Other debtors	27,964	30,896
	<hr/>	<hr/>
Total current trade and other debtors	<u>458,648</u>	<u>507,215</u>

8 Creditors

	2016	2015
	£	£
	Note	
Due within one year		
Loans and borrowings	<u>9</u>	117,564
Trade creditors		194,183
Taxation and social security		76,316
Corporation tax		37,766
Other creditors		87,174
		<hr/>
		<u>512,326</u>
		<hr/>
Due after one year		
Loans and borrowings	<u>9</u>	149,031
		<hr/>

PORTLAND STONE LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2016

9 Loans and borrowings

	2016 £	2015 £
Current loans and borrowings		
Bank borrowings	19,322	35,460
Obligations under finance leases and hire purchase contracts	62,225	82,104
	<u>81,547</u>	<u>117,564</u>
	2016 £	2015 £
Non-current loans and borrowings		
Bank borrowings	15,431	35,172
Obligations under finance leases and hire purchase contracts	83,551	113,859
	<u>98,982</u>	<u>149,031</u>

10 Dividends

Interim dividends paid

	2016 £	2015 £
Interim dividend of £1.80 (2015 - £3.30) per each Ordinary class A share	36,002	66,003
Interim dividend of £17.00 (2015 - £7.50) per each Ordinary class C share	33,998	14,997
Interim dividend of £340 (2015 - £310) per each Ordinary class D share	34,000	31,000
	<u>104,000</u>	<u>112,000</u>

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Notes to the Financial Statements for the Year Ended 31 December 2016

11 Related party transactions

Transactions with directors

	At 1 January 2016 £	Advances to directors £	Re- payments by director £	Other payments made to company by director £	Written off £	Waived £	At 31 December 2016 £
2016							
Mr D A Nash							
Interest free loan repayable on demand	(63,465)	(66,756)	68,000	-	-	-	(62,221)

	At 1 January 2015 £	Advances to directors £	Re- payments by director £	Other payments made to company by director £	Written off £	Waived £	At 31 December 2015 £
2015							
Mr D A Nash							
Interest free loan repayable on demand	(46,115)	63,350	46,000	-	-	-	(63,465)

Other transactions with directors

Mr D A Nash is a director of the company. During the year the company provided Mr D A Nash with an interest free loan which is repayable on demand. At the balance sheet date the amount due from Mr D A Nash was £62,221 (2015 - £63,465).