

Company registration number: 03089873

**Portland Stone Limited
Filleterd Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2017**

PORTLAND STONE LIMITED

Contents

Balance Sheet	<u>1</u> to <u>2</u>
Notes to the Financial Statements	<u>3</u> to <u>10</u>

PORTLAND STONE LIMITED

(Registration number: 03089873)

Balance Sheet as at 31 December 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	<u>4</u>	1,504,394	1,364,854
Investment property	<u>5</u>	500,000	500,000
		<u>2,004,394</u>	<u>1,864,854</u>
Current assets			
Stocks	<u>6</u>	4,375	5,871
Debtors	<u>7</u>	506,157	458,648
Cash at bank and in hand		<u>549,162</u>	<u>421,288</u>
		1,059,694	885,807
Creditors: Amounts falling due within one year	<u>8</u>	<u>(579,781)</u>	<u>(512,326)</u>
Net current assets		<u>479,913</u>	<u>373,481</u>
Total assets less current liabilities		2,484,307	2,238,335
Creditors: Amounts falling due after more than one year	<u>8</u>	<u>(105,183)</u>	<u>(98,982)</u>
Provisions for liabilities			
Deferred tax liabilities		<u>(219,233)</u>	<u>(213,739)</u>
Net assets		<u>2,159,891</u>	<u>1,925,614</u>
Capital and reserves			
Called up share capital		22,100	22,100
Fair value reserve		173,845	186,783
Profit and loss reserve		<u>1,963,946</u>	<u>1,716,731</u>
Total equity		<u>2,159,891</u>	<u>1,925,614</u>

PORTLAND STONE LIMITED

(Registration number: 03089873)

Balance Sheet as at 31 December 2017

For the financial year ending 31 December 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 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 27 September 2018 and signed on its behalf by:

J Ayles
Director

PORTLAND STONE LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2017

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:

Leanne House
6 Avon Close
Weymouth
Dorset
DT4 9UX

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.

These financial statements are presented in Sterling (£).

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.

PORTLAND STONE LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2017

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 of tangible assets

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
Furniture, fittings and equipment	25% of written down value
Plant and machinery	15% 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 the directors. The directors 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.

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.

PORTLAND STONE LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2017

Debtors

Trade debtors are amounts due from customers for goods 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 realisable value. Cost is determined using the first-in, first-out (FIFO) method.

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.

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. 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.

PORTLAND STONE LIMITED

**Notes to the Financial Statements
for the Year Ended 31 December 2017**

3 Staff numbers

The average number of persons employed by the company (including directors) during the year was 45 (2016 - 44).

PORTLAND STONE LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2017

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Plant and machinery £	Total £
Cost or valuation				
At 1 January 2017	387,361	16,407	2,283,262	2,687,030
Additions	-	5,198	387,232	392,430
Disposals	-	-	(82,180)	(82,180)
At 31 December 2017	387,361	21,605	2,588,314	2,997,280
Depreciation				
At 1 January 2017	122,898	13,349	1,185,929	1,322,176
Charge for the year	6,099	2,068	218,811	226,978
Eliminated on disposal	-	-	(56,268)	(56,268)
At 31 December 2017	128,997	15,417	1,348,472	1,492,886
Carrying amount				
At 31 December 2017	258,364	6,188	1,239,842	1,504,394
At 31 December 2016	264,463	3,058	1,097,333	1,364,854

Included within the net book value of land and buildings above is £221,531 (2016 - £226,980) in respect of freehold land and buildings and £36,833 (2016 - £37,483) in respect of long leasehold land and buildings.

5 Investment properties

	2017 £
At 1 January 2017	500,000
At 31 December 2017	500,000

The investment property was valued at 31 December 2017 by the directors on open market basis. The fair value of the property has not materially changed since 31 December 2016 and therefore no revaluation is required.

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

PORTLAND STONE LIMITED

**Notes to the Financial Statements
for the Year Ended 31 December 2017**

6 Stocks

	2017	2016
	£	£
Stocks	<u>4,375</u>	<u>5,871</u>

7 Debtors

	2017	2016
	£	£
Trade debtors	487,408	430,684
Other debtors	<u>18,749</u>	<u>27,964</u>
Total current trade and other debtors	<u>506,157</u>	<u>458,648</u>

PORTLAND STONE LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2017

8 Creditors

Creditors: amounts falling due within one year

	Note	2017 £	2016 £
Due within one year			
Loans and borrowings	<u>9</u>	97,058	81,547
Trade creditors		134,530	148,098
Taxation and social security		116,809	93,903
Corporation tax		81,159	108,158
Other creditors		150,225	80,620
		<u>579,781</u>	<u>512,326</u>

Due after one year

Loans and borrowings	<u>9</u>	<u>105,183</u>	<u>98,982</u>
----------------------	----------	----------------	---------------

9 Loans and borrowings

	2017 £	2016 £
Current loans and borrowings		
Bank borrowings	-	19,322
Obligations under finance leases and hire purchase contracts	<u>97,058</u>	<u>62,225</u>
	<u>97,058</u>	<u>81,547</u>

	2017 £	2016 £
Non-current loans and borrowings		
Bank borrowings	-	15,431
Obligations under finance leases and hire purchase contracts	<u>105,183</u>	<u>83,551</u>
	<u>105,183</u>	<u>98,982</u>

Other borrowings

The obligations under finance lease and hire purchase contracts are secured on the assets to which they relate and which are included in tangible assets. The carrying value of these assets at 31 December 2017 is £436,951 (2016 - £336,200).

PORTLAND STONE LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2017

10 Reserves reconciliation

	Fair value reserve £
At 1 January 2017	<u>186,783</u>
Movement in year :	
Transfer of deferred tax on fair value adjustments	<u>(12,938)</u>
Total movement for the year	<u><u>(12,938)</u></u>
At 31 December 2017	<u><u>173,845</u></u>
	Fair value reserve £
At 1 January 2016	186,783
Movement in year :	
Total movement for the year	<u><u>-</u></u>
At 31 December 2016	<u><u>186,783</u></u>

11 Related party transactions

Transactions with directors

	At 1 January 2017 £	Advances to directors £	Re- payments by director £	At 31 December 2017 £
2017				
J Ayles				
Interest free loan repayable on demand	(62,221)	(60,984)	72,001	(51,204)
	<u></u>	<u></u>	<u></u>	<u></u>

	At 1 January 2016 £	Advances to directors £	Re- payments by director £	At 31 December 2016 £
2016				
J Ayles				
Interest free loan repayable on demand	(63,465)	(66,756)	68,000	(62,221)
	<u></u>	<u></u>	<u></u>	<u></u>

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.