

Registered number  
05767737

L'Isolante K-flex (UK) Ltd

Report and Accounts

31 December 2017

## **L'Isolante K-flex (UK) Ltd**

### **Independent auditors' report**

#### **to the members of L'Isolante K-flex (UK) Ltd**

We have audited the accounts of L'Isolante K-flex (UK) Ltd for the year ended 31 December 2017 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

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 an auditors' report 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.

#### **Respective responsibilities of directors and auditors**

As explained more fully in the Statement of Directors' Responsibilities, the directors are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the accounts in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

#### **Scope of the audit of the accounts**

A description of the scope of an audit of financial statements is provided on the APB's website at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate)

#### **Opinion on the accounts**

In our opinion the accounts:

- give a true and fair view of the state of the company's affairs as at 31 December 2017 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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

In our opinion the information given in the Directors' Report for the financial year for which the accounts are prepared is consistent with the accounts.

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

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 accounts 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 accounts in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report and take advantage of the small companies exemption from the requirement to prepare a strategic report.

Jonathan Essam

(Senior Statutory Auditor)

for and on behalf of

Jon Essam and Co. Limited

Accountants and Statutory Auditors

23 May 2018

23 Cottingham Way

Thrapston

Northants

NN14 4PL



**L'Isolante K-flex (UK) Ltd****Registered number:** 05767737**Balance Sheet****as at 31 December 2017**

	Notes	2017 £	2016 £
<b>Fixed assets</b>			
Tangible assets	4	485,944	449,120
Investments	5	14,480	14,480
		<u>500,424</u>	<u>463,600</u>
<b>Current assets</b>			
Stocks		635,277	730,972
Debtors	6	906,310	349,540
Cash at bank and in hand		108,701	29,908
		<u>1,650,288</u>	<u>1,110,420</u>
<b>Creditors: amounts falling due within one year</b>	7	(1,654,527)	(1,409,176)
<b>Net current liabilities</b>		<u>(4,239)</u>	<u>(298,756)</u>
<b>Total assets less current liabilities</b>		<u>496,185</u>	<u>164,844</u>
<b>Creditors: amounts falling due after more than one year</b>	8	(274,495)	(191,505)
<b>Provisions for liabilities</b>		(77,658)	-
<b>Net assets/(liabilities)</b>		<u>144,032</u>	<u>(26,661)</u>
<b>Capital and reserves</b>			
Called up share capital		1,000	1,000
Profit and loss account		143,032	(27,661)
<b>Shareholders' funds</b>		<u>144,032</u>	<u>(26,661)</u>

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has not been delivered to the Registrar of Companies.

D E Parker  
Director



**L'isolante K-flex (UK) Ltd**  
**Notes to the Accounts**  
**for the year ended 31 December 2017**

**1 Accounting policies**

***Basis of preparation***

The accounts have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland (as applied to small entities by section 1A of the standard).

***Turnover***

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer. Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs.

***Tangible fixed assets***

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Plant and office equipment	20% straight line
Motor vehicles	25% straight line

***Investments***

Investments in subsidiaries, associates and joint ventures are measured at cost less any accumulated impairment losses. Listed investments are measured at fair value. Unlisted investments are measured at fair value unless the value cannot be measured reliably, in which case they are measured at cost less any accumulated impairment losses. Changes in fair value are included in the profit and loss account.

***Stock and work in progress***

Stock and work in progress are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first in first out method. The carrying amount of stock sold is recognised as an expense in the period in which the related revenue is recognised.

***Debtors***

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

***Creditors***

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

### ***Taxation***

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. 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. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

### ***Provisions***

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

### ***Foreign currency translation***

Transactions in foreign currencies are initially recognised at the rate of exchange ruling at the date of the transaction. At the end of each reporting period foreign currency monetary items are translated at the closing rate of exchange. Non-monetary items that are measured at historical cost are translated at the rate ruling at the date of the transaction. All differences are charged to profit or loss.

### ***Leased assets***

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership. All other leases are classified as operating leases. The rights of use and obligations under finance leases are initially recognised as assets and liabilities at amounts equal to the fair value of the leased assets or, if lower, the present value of the minimum lease payments. Minimum lease payments are apportioned between the finance charge and the reduction in the outstanding liability using the effective interest rate method. The finance charge is allocated to each period during the lease so as to produce a constant periodic rate of interest on the remaining balance of the liability. Leased assets are depreciated in accordance with the company's policy for tangible fixed assets. If there is no reasonable certainty that ownership will be obtained at the end of the lease term, the asset is depreciated over the lower of the lease term and its useful life. Operating lease payments are recognised as an expense on a straight line basis over the lease term.

### ***Pensions***

Contributions to defined contribution plans are expensed in the period to which they relate.

## **2 Audit information**

These accounts have been audited by Jon Essam and Co. Limited. Their audit report is unqualified and is signed on their behalf by Jonathan Essam, Senior Statutory Auditor.

3 Employees	2017 Number	2016 Number
Average number of persons employed by the company	32	26

#### 4 Tangible fixed assets

	Office equipment £	Plant and machinery etc £	Motor vehicles £	Total £
<b>Cost</b>				
At 1 January 2017	16,632	513,083	34,938	564,653
Additions	-	151,664	-	151,664
At 31 December 2017	16,632	664,747	34,938	716,317
<b>Depreciation</b>				
At 1 January 2017	15,305	95,993	4,235	115,533
Charge for the year	334	105,776	8,730	114,840
At 31 December 2017	15,639	201,769	12,965	230,373
<b>Net book value</b>				
At 31 December 2017	993	462,978	21,973	485,944
At 31 December 2016	1,327	417,090	30,703	449,120

#### 5 Investments

	Other investments £
<b>Cost</b>	
At 1 January 2017	14,480
At 31 December 2017	14,480

6 Debtors	2017 £	2016 £
Trade debtors	880,685	316,728
Other debtors	25,625	32,812
	906,310	349,540

7 Creditors: amounts falling due within one year	2017 £	2016 £
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Bank loans and overdrafts	65,177	4,115
Trade creditors	97,533	22,609
Amounts owed to group undertakings and undertakings in which the company has a participating interest	1,224,014	1,193,921
Corporation tax	22,857	-
Other taxes and social security costs	71,332	37,398
Other creditors	173,614	151,133
	<u>1,654,527</u>	<u>1,409,176</u>

## 8 Creditors: amounts falling due after one year

2017

2016

£

£

Bank loans	91,076	8,086
Other creditors	183,419	183,419
	<u>274,495</u>	<u>191,505</u>

## 9 Events after the reporting date

There were no post balance sheet events requiring disclosure.

## 10 Other financial commitments

2017

2016

£

£

Total future minimum payments under non-cancellable operating leases	<u>380,000</u>	<u>285,000</u>
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## 11 Contingent liabilities

There were no contingent liabilities as at the year end date.

## 12 Related party transactions

### K-Flex Polska Sp.z.o.o.

Fellow subsidiary

The company made purchases totalling £1,045,679 (2016 - £612,538) from K-Flex Polska Sp. z.o.o

Amount due to the related party	<u>301,062</u>
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## 13 Controlling party

The ultimate controlling party is L'Isolante K-Flex S.p.A, a company incorporated in Italy. Copies of the group accounts are available from Via Leonardo da Vinci 36, 20877 Roncello (MB) ITALY. The company's immediate and ultimate parent is L'Isolante K-Flex S.p.A, a company incorporated in Italy.

#### **14 Other information**

L'Isolante K-flex (UK) Ltd is a private company limited by shares and incorporated in England.

Its registered office is:

Unit 9

Coalville Business Park

Jackson Street

Coalville, Leicestershire,

LE67 3NR

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.