

RHR Construction Limited

Annual Report and Unaudited Abridged Financial Statements
for the Year Ended 30 April 2017

RHR Construction Limited

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RHR Construction Limited

(Registration number: 05776623)

Abridged Balance Sheet as at 30 April 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	<u>4</u>	188,117	215,279
Current assets			
Stocks	<u>5</u>	519,153	707,429
Debtors		321,505	80,538
Cash at bank and in hand		<u>102,322</u>	<u>113,857</u>
		942,980	901,824
Prepayments and accrued income		5,574	4,640
Creditors: Amounts falling due within one year	<u>6</u>	<u>(141,813)</u>	<u>(99,093)</u>
Net current assets		<u>806,741</u>	<u>807,371</u>
Total assets less current liabilities		994,858	1,022,650
Creditors: Amounts falling due after more than one year	<u>7</u>	(250,304)	(261,062)
Provisions for liabilities		(37,624)	(43,056)
Accruals and deferred income		<u>(65,587)</u>	<u>(115,022)</u>
Net assets		<u><u>641,343</u></u>	<u><u>603,510</u></u>
Capital and reserves			
Allotted, called up and fully paid share capital		100	100
Profit and loss account		<u>641,243</u>	<u>603,410</u>
Total equity		<u><u>641,343</u></u>	<u><u>603,510</u></u>

The notes on pages 3 to 7 form an integral part of these abridged financial statements.

RHR Construction Limited

(Registration number: 05776623)

Abridged Balance Sheet as at 30 April 2017

For the financial year ending 30 April 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 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.

All of the company's members have consented to the preparation of an Abridged Balance Sheet in accordance with Section 444(2A) of the Companies Act 2006.

Approved and authorised for issue by the Board on 12 October 2017 and signed on its behalf by:

.....
Mr Robert Henry Richards (Jnr)
Director

The notes on pages 3 to 7 form an integral part of these abridged financial statements.
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RHR Construction Limited

Notes to the Abridged Financial Statements for the Year Ended 30 April 2017

1 General information

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

The address of its registered office is:

Harris Mill Farm
Spannon Gate
Redruth
Cornwall
TR16 4JF

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.

The financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest £.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the 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.

Rendering of services

When the outcome of a transaction can be estimated reliably, turnover is recognised by reference to the stage of completion at the balance sheet date.

Where the outcome cannot be measured reliably, turnover is recognised only to the extent of the expenses recognised that are recoverable.

Construction contracts

When the outcome of a construction contract can be estimated reliably, contract costs and turnover are recognised by reference to the stage of completion at the balance sheet date.

Where the outcome cannot be measured reliably, contract costs are recognised as an expense in the period in which they are incurred and contract turnover is recognised to the extent of costs incurred that it is probable will be recoverable.

When it is probable that contract costs will exceed the total contract turnover, the expected loss is recognised as an expense immediately, with a corresponding provision.

RHR Construction Limited

Notes to the Abridged Financial Statements for the Year Ended 30 April 2017

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, 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.

Current tax represents the amount of tax payable or receivable in respect of the taxable profit (or loss) for the current or past reporting periods. It is measured at the amount expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred income tax is recognised on temporary 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 income 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.

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 provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Asset class	Depreciation method and rate
Plant and machinery	10% reducing balance method
Motor vehicles	20% reducing balance method

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits.

Trade debtors

Trade debtors are amounts due from customers for services performed in the ordinary course of business.

Debtors with no stated interest rate and receivable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing stock to its present location and condition. Cost is calculated using the first-in, first-out formula. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers.

Creditors with no stated interest rate and payable within one year are recorded at transaction price.

RHR Construction Limited

Notes to the Abridged Financial Statements for the Year Ended 30 April 2017

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.

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 6 (2016 - 5).

RHR Construction Limited

Notes to the Abridged Financial Statements for the Year Ended 30 April 2017

4 Tangible assets

	Total £
Cost or valuation	
At 1 May 2016	371,527
Additions	898
Disposals	(11,446)
	<hr/>
At 30 April 2017	360,979
	<hr/>
Depreciation	
At 1 May 2016	156,248
Charge for the year	23,353
Eliminated on disposal	(6,739)
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At 30 April 2017	172,862
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Carrying amount	
At 30 April 2017	188,117
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At 30 April 2016	215,279
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5 Stocks

	2017 £	2016 £
Raw materials and consumables	1,000	1,000
Work in progress	518,153	706,429
	<hr/>	<hr/>
	519,153	707,429
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6 Creditors: amounts falling due within one year

Creditors include bank loans which are secured by fixed and floating charges on company assets of £24,228 (2016 - £9,903).

7 Creditors: amounts falling due after more than one year

Creditors include bank loans which are secured by fixed and floating charges on company assets of £250,304 (2016 - £261,062).

RHR Construction Limited

Notes to the Abridged Financial Statements for the Year Ended 30 April 2017

8 Share capital

Allotted, called up and fully paid shares

	2017		2016	
	No.	£	No.	£
Ordinary Shares of £1 each	100	100	100	100

9 Related party transactions

A director advanced monies to the company on an interest free basis. The loan is unsecured and repayable on demand. At the balance sheet date the amount due to the director was £16,797 (2016 - £15,938).

A director and the company advanced monies to each other during the period. Interest is chargeable at 3% per annum on balances due to the company. The loans are unsecured and repayable on demand. The maximum balance due to the company was £28,592 (2016 - £nil). At the balance sheet date the amount due from/(to) the director was £22,641 (2016 - (£35,402)). The balance was repaid after the year end.

Directors have provided personal guarantees limited to £100,000 (2016: £50,000) in respect of company bank loans.

10 Transition to FRS 102

The company has adopted FRS102 1A for the first time in the year ended 30 April 2017. The date of transition was 1 May 2015 and the comparative period end is 30 April 2016.

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.