

Stones Accountancy Limited

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

Stones Accountancy Limited
Chartered Accountants
5 North Court
Armstrong Road
Maidstone
Kent
ME15 6JZ

Stones Accountancy Limited

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Stones Accountancy Limited

Company Information

Director	Mr Peter O'Donnell
Company secretary	Ms Niki Mitchell
Registered office	5 North Court Armstrong Road Maidstone Kent ME15 6JZ
Accountants	Stones Accountancy Limited Chartered Accountants 5 North Court Armstrong Road Maidstone Kent ME15 6JZ

Stones Accountancy Limited

Director's Report for the Year Ended 30 April 2017

The director presents his report and the financial statements for the year ended 30 April 2017.

Director of the company

The director who held office during the year was as follows:

Mr Peter O'Donnell

Principal activity

The principal activity of the company is Chartered Accountants

Small companies provision statement

This report has 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.

Approved by the Board on 6 November 2017 and signed on its behalf by:

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Mr Peter O'Donnell

Director

Stones Accountancy Limited

Profit and Loss Account for the Year Ended 30 April 2017

	Note	Total 30 April 2017 £	Total 30 April 2016 £
Turnover		322,300	267,163
Cost of sales		<u>(152,948)</u>	<u>(131,631)</u>
Gross profit		169,352	135,532
Administrative expenses		<u>(97,711)</u>	<u>(96,419)</u>
Operating profit		<u>71,641</u>	<u>39,113</u>
Other interest receivable and similar income		1	3
Interest payable and similar expenses		<u>(17,107)</u>	<u>(17,156)</u>
		<u>(17,106)</u>	<u>(17,153)</u>
Profit before tax	<u>4</u>	54,535	21,960
Taxation		<u>(1,823)</u>	<u>(1,681)</u>
Profit for the financial year		<u><u>52,712</u></u>	<u><u>20,279</u></u>

The above results were derived from continuing operations.

The company has no recognised gains or losses for the year other than the results above.

The notes on pages 8 to 13 form an integral part of these financial statements.

Stones Accountancy Limited

Statement of Comprehensive Income for the Year Ended 30 April 2017

	Note	2017 £	2016 £
Profit for the year		<u>52,712</u>	<u>20,279</u>
Total comprehensive income for the year		<u><u>52,712</u></u>	<u><u>20,279</u></u>

The notes on pages 8 to 13 form an integral part of these financial statements.

Stones Accountancy Limited

(Registration number: 05785715)

Balance Sheet as at 30 April 2017

	Note	2017 £	2016 £
Fixed assets			
Intangible assets	<u>5</u>	119,086	130,406
Tangible assets	<u>6</u>	4,874	5,458
		<u>123,960</u>	<u>135,864</u>
Current assets			
Stocks	<u>7</u>	26,092	11,597
Debtors	<u>8</u>	50,595	39,161
Cash at bank and in hand		92	381
		<u>76,779</u>	<u>51,139</u>
Creditors: Amounts falling due within one year	<u>9</u>	<u>(55,289)</u>	<u>(63,609)</u>
Net current assets/(liabilities)		<u>21,490</u>	<u>(12,470)</u>
Total assets less current liabilities		145,450	123,394
Creditors: Amounts falling due after more than one year	<u>9</u>	<u>(107,767)</u>	<u>(113,298)</u>
Net assets		<u>37,683</u>	<u>10,096</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		<u>37,583</u>	<u>9,996</u>
Total equity		<u>37,683</u>	<u>10,096</u>

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.

Director's 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 director acknowledges his 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.

The notes on pages 8 to 13 form an integral part of these financial statements.

Stones Accountancy Limited
(Registration number: 05785715)
Balance Sheet as at 30 April 2017

Approved and authorised by the director on 6 November 2017

.....

Mr Peter O'Donnell

Director

The notes on pages 8 to 13 form an integral part of these financial statements.
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Stones Accountancy Limited

Statement of Changes in Equity for the Year Ended 30 April 2017

	Share capital £	Profit and loss account £	Total £
At 1 May 2016	100	9,996	10,096
Profit for the year	-	52,712	52,712
Total comprehensive income	-	52,712	52,712
Dividends	-	(25,125)	(25,125)
At 30 April 2017	100	37,583	37,683

	Share capital £	Profit and loss account £	Total £
At 1 May 2015	100	21,247	21,347
Profit for the year	-	20,279	20,279
Total comprehensive income	-	20,279	20,279
Dividends	-	(31,530)	(31,530)
At 30 April 2016	100	9,996	10,096

The notes on pages 8 to 13 form an integral part of these financial statements.

Stones Accountancy Limited

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

1 General information

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

The address of its registered office is:

5 North Court
Armstrong Road
Maidstone
Kent
ME15 6JZ
United Kingdom

The principal place of business is:

5 North Court
Armstrong Road
Maidstone
Kent
ME15 6JZ
United Kingdom

These financial statements were authorised for issue by the director on 6 November 2017.

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.

Revenue 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.

Stones Accountancy Limited

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

Tax

The tax expense for the period comprises current 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.

The current income 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.

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 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
Improvements to property	Over the life of the lease
Fixtures and fittings	15% on Written Down Value
Office equipment	Three year straight line

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Purchased goodwill	Five years straight line

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.

Stones Accountancy Limited

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

Trade 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.

Trade 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.

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.

Stones Accountancy Limited

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

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 5 (2016 - 4).

4 Profit before tax

Arrived at after charging/(crediting)

	2017 £	2016 £
Depreciation expense	1,478	2,236
Amortisation expense	11,319	10,035

5 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 May 2016	210,081	210,081
At 30 April 2017	210,081	210,081
Amortisation		
At 1 May 2016	79,675	79,675
Amortisation charge	11,320	11,320
At 30 April 2017	90,995	90,995
Carrying amount		
At 30 April 2017	119,086	119,086
At 30 April 2016	130,406	130,406

The aggregate amount of research and development expenditure recognised as an expense during the period is £Nil (2016 - £Nil).

Stones Accountancy Limited

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

6 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Total £
Cost or valuation			
At 1 May 2016	3,300	15,407	18,707
Additions	-	893	893
At 30 April 2017	3,300	16,300	19,600
Depreciation			
At 1 May 2016	1,024	12,225	13,249
Charge for the year	337	1,140	1,477
At 30 April 2017	1,361	13,365	14,726
Carrying amount			
At 30 April 2017	1,939	2,935	4,874
At 30 April 2016	2,276	3,182	5,458

Included within the net book value of land and buildings above is £1,940 (2016 - £2,276) in respect of short leasehold land and buildings.

7 Stocks

	2017 £	2016 £
Work in progress	26,092	11,597

8 Debtors

	2017 £	2016 £
Trade debtors	40,390	29,706
Other debtors	10,205	9,455
Total current trade and other debtors	50,595	39,161

Stones Accountancy Limited

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

9 Creditors

	Note	2017 £	2016 £
Due within one year			
Bank loans and overdrafts	<u>10</u>	2,470	1,049
Trade creditors		1,133	14,666
Amounts owed to group undertakings and undertakings in which the company has a participating interest		142	-
Taxation and social security		45,076	37,385
Other creditors		6,468	10,509
		<u>55,289</u>	<u>63,609</u>
Due after one year			
Loans and borrowings	<u>10</u>	<u>107,767</u>	<u>113,298</u>

10 Loans and borrowings

	2017 £	2016 £
Non-current loans and borrowings		
Bank borrowings	38,760	44,375
Other borrowings	69,007	68,923
	<u>107,767</u>	<u>113,298</u>

	2017 £	2016 £
Current loans and borrowings		
Bank overdrafts	<u>2,470</u>	<u>1,049</u>

11 Dividends

Interim dividends paid

	2017 £	2016 £
Interim dividend of £215.25 (2016 - £315.30) per each Ordinary share	25,125.00	31,530.00