

SMW Roofing Limited
Annual Report and Unaudited Financial Statements
Year Ended 30 June 2018

Registration number: 05786496

SMW Roofing Limited

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SMW Roofing Limited

Balance Sheet

30 June 2018

	Note	2018 £	2017 £
Fixed assets			
Intangible assets	<u>4</u>	68,000	76,500
Tangible assets	<u>5</u>	68,978	23,032
		<u>136,978</u>	<u>99,532</u>
Current assets			
Stocks	<u>6</u>	262,578	176,125
Debtors	<u>7</u>	88,918	99,156
Cash at bank and in hand		<u>22,408</u>	<u>15,735</u>
		373,904	291,016
Creditors: Amounts falling due within one year	<u>8</u>	<u>(150,022)</u>	<u>(149,870)</u>
Net current assets		<u>223,882</u>	<u>141,146</u>
Total assets less current liabilities		360,860	240,678
Creditors: Amounts falling due after more than one year	<u>8</u>	<u>(156,267)</u>	<u>(99,429)</u>
Provisions for liabilities		<u>(3,594)</u>	<u>(3,711)</u>
Net assets		<u>200,999</u>	<u>137,538</u>
Capital and reserves			
Called up share capital	<u>10</u>	100	100
Profit and loss account		<u>200,899</u>	<u>137,438</u>
Total equity		<u>200,999</u>	<u>137,538</u>

The notes on pages 3 to 9 form an integral part of these financial statements.

SMW Roofing Limited

Balance Sheet

30 June 2018

For the financial year ending 30 June 2018 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 and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 20 November 2018 and signed on its behalf by:

.....
Mr S M Wills
Director

.....
Mr M Brabon
Director

Company Registration Number: 05786496

The notes on pages 3 to 9 form an integral part of these financial statements.

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SMW Roofing Limited

Notes to the Financial Statements

Year Ended 30 June 2018

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:

Sigma House
Oak View Close
Edginswell Park
Torquay
TQ2 7FF

The principal place of business is:

Unit N
Scope Complex
Wills Road
Totnes
TQ9 5XN

These financial statements were authorised for issue by the Board on 20 November 2018.

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 - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', including Section 1A, 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 functional and presentational currency is pounds sterling.

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, and is shown net of value added tax and discounts.

The company recognises revenue when it can be reliably measured and it is probable that future economic benefits will flow to the entity.

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion.

SMW Roofing Limited

Notes to the Financial Statements

Year Ended 30 June 2018

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 corporation tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date.

Deferred tax is recognised on all timing differences at the balance sheet date unless indicated below. Timing differences are differences between taxable profits and the results as stated in the profit and loss account and other comprehensive income. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

Tangible assets

Tangible assets are stated 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
Motor vehicles	25% straight line
Office equipment	15% straight line

Goodwill

Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made. Positive goodwill is capitalised, classified as an asset on the balance sheet and amortised on a straight line basis over its useful economic life. It is reviewed for impairment at the end of the first full financial year following the acquisition and in other periods if events or changes in circumstances indicate that the carrying value may not be recoverable.

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
Goodwill	Over 10 years from 1 July 2016

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 stocks 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.

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Notes to the Financial Statements

Year Ended 30 June 2018

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.

Financial instruments

Classification

The company holds the following financial instruments:

- Short term trade and other debtors and creditors;
- Hire purchase liabilities
- Bank loans; and
- Cash and bank balances.

All financial instruments are classified as basic.

Recognition and measurement

The company has chosen to apply the recognition and measurement principles in FRS102.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument and derecognised when in the case of assets, the contractual rights to cash flows from the assets expire or substantially all the risks and rewards of ownership are transferred to another party, or in the case of liabilities, when the company's obligations are discharged, expire or are cancelled.

Except for bank loans, such instruments are initially measured at transaction price, including transaction costs, and are subsequently carried at the undiscounted amount of the cash or other consideration expected to be paid or received, after taking account of impairment adjustments.

Bank loans are initially measured at transaction price, including transaction costs, and are subsequently carried at amortised cost using the effective interest method.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 3 (2017 - 4).

SMW Roofing Limited

Notes to the Financial Statements

Year Ended 30 June 2018

4 Intangible assets

	Goodwill £
Cost or valuation	
At 1 July 2017	170,000
At 30 June 2018	170,000
Amortisation	
At 1 July 2017	93,500
Amortisation charge	8,500
At 30 June 2018	102,000
Carrying amount	
At 30 June 2018	68,000
At 30 June 2017	76,500

5 Tangible assets

	Motor vehicles £	Office equipment £	Total £
Cost or valuation			
At 1 July 2017	79,339	5,202	84,541
Additions	91,479	-	91,479
Disposals	(61,600)	(2,380)	(63,980)
At 30 June 2018	109,218	2,822	112,040
Depreciation			
At 1 July 2017	58,672	2,837	61,509
Charge for the year	22,871	350	23,221
Eliminated on disposal	(40,933)	(735)	(41,668)
At 30 June 2018	40,610	2,452	43,062
Carrying amount			
At 30 June 2018	68,608	370	68,978
At 30 June 2017	20,667	2,365	23,032

SMW Roofing Limited

Notes to the Financial Statements

Year Ended 30 June 2018

6 Stocks

	2018	2017
	£	£
Work in progress	260,578	174,125
Other inventories	2,000	2,000
	<u>262,578</u>	<u>176,125</u>

7 Debtors

	2018	2017
	£	£
Trade debtors	87,376	96,919
Prepayments	1,542	2,237
	<u>88,918</u>	<u>99,156</u>

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Notes to the Financial Statements

Year Ended 30 June 2018

8 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Loans and borrowings	<u>9</u>	13,545	2,071
Trade creditors		58,909	61,123
Corporation tax		21,971	10,205
PAYE and social security		9,775	6,840
VAT		25,372	14,449
Directors current accounts		5,959	45,745
Accruals and deferred income		14,491	9,437
		<u>150,022</u>	<u>149,870</u>

Creditors: amounts falling due after more than one year

	Note	2018 £	2017 £
Due after one year			
Loans and borrowings	<u>9</u>	<u>156,267</u>	<u>99,429</u>
		2018 £	2017 £
Due after more than five years			
After more than five years by instalments		89,623	82,857
		<u> </u>	<u> </u>

9 Loans and borrowings

	2018 £	2017 £
Current loans and borrowings		
Bank borrowings	1,935	2,071
Hire purchase and finance lease liabilities	11,610	-
	<u>13,545</u>	<u>2,071</u>

SMW Roofing Limited

Notes to the Financial Statements

Year Ended 30 June 2018

	2018 £	2017 £
Loans and borrowings due after one year		
Bank borrowings	98,632	99,429
Hire purchase and finance lease liabilities	57,635	-
	<u>156,267</u>	<u>99,429</u>

Hire purchase and finance lease liabilities are secured on the assets to which they relate.

Included in the loans and borrowings are the following amounts due after more than five years:

Bank loans and overdrafts after five years

The company received a bank loan of £100,000 on 5 June 2017. The loan, together with an arrangement fee of £1,500, is being repaid by 294 monthly instalments, which commenced in December 2017, after the expiry of a 6 month interest only period. The rate of interest payable on the loan is base rate plus 5.5% per annum. The loan is secured by a fixed and floating charge over all of the company's assets.

10 Share capital

Allotted, called up and fully paid shares

	No.	2018 £	No.	2017 £
Ordinary shares of £1 each	100	100	100	100

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.