

Registration number: 02032018

# TMC Accountancy Ltd

Annual Report and Unaudited Financial Statements

for the Year Ended 31 March 2018

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# **TMC Accountancy Ltd**

## **Contents**

|  |         |
|--|---------|
| Company Information                      | 1       |
| Statement of Directors' Responsibilities | 2       |
| Balance Sheet                            | 3 to 4  |
| Notes to the Financial Statements        | 5 to 12 |

## **TMC Accountancy Ltd**

### **Company Information**

|                          |   |
|--------------------------|---|
| <b>Directors</b>         | Mr K Gamble<br>Mrs J Lyon<br>Mr C Glass                                     |
| <b>Company secretary</b> | Mrs J Lyon  |
| <b>Registered office</b> | 14 Clifton Moor Business Village<br>James Nicolson Link<br>York<br>YO30 4XG |
| <b>Bankers</b>           | Yorkshire Bank<br>Coney Street, York  |

## **TMC Accountancy Ltd**

### **Statement of Directors' Responsibilities**

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**TMC Accountancy Ltd**  
**(Registration number: 02032018)**  
**Balance Sheet as at 31 March 2018**

|  | Note | 2018<br>£       | 2017<br>£        |
|--|------|-----------------|------------------|
| <b>Fixed assets</b>  |      |                 |                  |
| Intangible assets  | 4    | -               | 3,731            |
| Tangible assets  | 5    | <u>168,246</u>  | <u>171,207</u>   |
|  |      | <u>168,246</u>  | <u>174,938</u>   |
| <b>Current assets</b>  |      |                 |                  |
| Stocks   | 6    | 34,165          | 21,326           |
| Debtors  | 7    | 70,187          | 89,655           |
| Cash at bank and in hand                                       |      | <u>60,053</u>   | <u>56,225</u>    |
|  |      | 164,405         | 167,206          |
| <b>Creditors: Amounts falling due within one year</b>          | 8    | <u>(73,012)</u> | <u>(101,864)</u> |
| <b>Net current assets</b>                                      |      | <u>91,393</u>   | <u>65,342</u>    |
| <b>Total assets less current liabilities</b>                   |      | 259,639         | 240,280          |
| <b>Creditors: Amounts falling due after more than one year</b> | 8    | -               | (370)            |
| <b>Provisions for liabilities</b>                              |      | <u>(759)</u>    | <u>(708)</u>     |
| <b>Net assets</b>  |      | <u>258,880</u>  | <u>239,202</u>   |
| <b>Capital and reserves</b>                                    |      |                 |                  |
| Called up share capital  | 9    | 160             | 160              |
| Share premium reserve  |      | 9,990           | 9,990            |
| Profit and loss account  |      | <u>248,730</u>  | <u>229,052</u>   |
| <b>Total equity</b>  |      | <u>258,880</u>  | <u>239,202</u>   |

For the financial year ending 31 March 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 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.

The notes on pages 5 to 12 form an integral part of these financial statements.

**TMC Accountancy Ltd**  
**(Registration number: 02032018)**  
**Balance Sheet as at 31 March 2018**

Approved and authorised by the Board on 10 December 2018 and signed on its behalf by:



.....  
Mr K Gamble  
Director

## **TMC Accountancy Ltd**

### **Notes to the Financial Statements for the Year Ended 31 March 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:

14 Clifton Moor Business Village

James Nicolson Link

York

YO30 4XG

These financial statements were authorised for issue by the Board on 10 December 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 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 provision of services and disbursements in the ordinary course of the company's activities. Turnover is shown net of value added tax, credits given, 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.*

##### **Other grants**

The company received grants for training an apprentice when certain criteria had been met. The income was recognised on completion of these performance criteria.

##### **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.

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.

## **TMC Accountancy Ltd**

### **Notes to the Financial Statements for the Year Ended 31 March 2018**

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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.

#### **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:

| <b>Asset class</b>  | <b>Depreciation method and rate</b> |
|---------------------|-------------------------------------|
| Freehold buildings  | 2% on cost                          |
| Plant and machinery | 25% on reducing balance             |
| Office equipment    | 25% on reducing balance             |

#### **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 five years.

#### **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:

| <b>Asset class</b> | <b>Amortisation method and rate</b> |
|--------------------|-------------------------------------|
| Goodwill           | 5 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.

#### **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.



## **TMC Accountancy Ltd**

### **Notes to the Financial Statements for the Year Ended 31 March 2018**

#### **Stocks**

Work in progress is valued at selling price and credited to sales income where it is reasonably certain that there will be future economic benefits from the work done.

#### **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.

#### **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.

#### **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.

## **TMC Accountancy Ltd**

### **Notes to the Financial Statements for the Year Ended 31 March 2018**

#### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 10 (2017 - 9).

# TMC Accountancy Ltd

## Notes to the Financial Statements for the Year Ended 31 March 2018

### 4 Intangible assets

|                          | Goodwill<br>£ | Total<br>£ |
|--------------------------|---------------|------------|
| <b>Cost or valuation</b> |               |            |
| At 1 April 2017          | 40,247        | 40,247     |
| At 31 March 2018         | 40,247        | 40,247     |
| <b>Amortisation</b>      |               |            |
| At 1 April 2017          | 36,516        | 36,516     |
| Amortisation charge      | 3,731         | 3,731      |
| At 31 March 2018         | 40,247        | 40,247     |
| <b>Carrying amount</b>   |               |            |
| At 31 March 2018         | -             | -          |
| At 31 March 2017         | 3,731         | 3,731      |

### 5 Tangible assets

|                          | Land and<br>buildings<br>£ | Furniture,<br>fittings and<br>equipment<br>£ | Total<br>£ |
|--------------------------|----------------------------|--|------------|
| <b>Cost or valuation</b> |                            |  |            |
| At 1 April 2017          | 194,645                    | 19,770                                       | 214,415    |
| Additions                | -                          | 670  | 670        |
| At 31 March 2018         | 194,645                    | 20,440                                       | 215,085    |
| <b>Depreciation</b>      |                            |  |            |
| At 1 April 2017          | 27,999                     | 15,209                                       | 43,208     |
| Charge for the year      | 2,393                      | 1,238  | 3,631      |
| At 31 March 2018         | 30,392                     | 16,447                                       | 46,839     |
| <b>Carrying amount</b>   |                            |  |            |
| At 31 March 2018         | 164,253                    | 3,993  | 168,246    |
| At 31 March 2017         | 166,646                    | 4,561  | 171,207    |

Included within the net book value of land and buildings above is £164,253 (2017 - £166,646) in respect of freehold land and buildings.

## **TMC Accountancy Ltd**

### **Notes to the Financial Statements for the Year Ended 31 March 2018**

#### **6 Stocks**

|                   | <b>2018</b>   | <b>2017</b>   |
|-------------------|---------------|---------------|
|                   | <b>£</b>      | <b>£</b>      |
| Work in progress  | 33,565        | 20,726        |
| Other inventories | 600           | 600           |
|                   | <u>34,165</u> | <u>21,326</u> |

#### **7 Debtors**

|               | <b>2018</b>   | <b>2017</b>   |
|---------------|---------------|---------------|
|               | <b>£</b>      | <b>£</b>      |
| Trade debtors | 65,758        | 81,195        |
| Prepayments   | 4,378         | 8,460         |
| Other debtors | 51            | -             |
|               | <u>70,187</u> | <u>89,655</u> |

# TMC Accountancy Ltd

## Notes to the Financial Statements for the Year Ended 31 March 2018

### 8 Creditors

#### Creditors: amounts falling due within one year

|   | Note | 2018<br>£     | 2017<br>£      |
|---|------|---------------|----------------|
| <b>Due within one year</b>  |      |               |                |
| Bank loans and overdrafts   | 10   | 320           | 18,028         |
| Trade creditors   |      | 5,657         | 20,093         |
| Amounts owed to group undertakings and undertakings in which the company has a participating interest | 11   | 51            | 2,004          |
| Taxation and social security  |      | 36,217        | 32,426         |
| Accruals and deferred income  |      | 8,755         | 7,102          |
| Other creditors   |      | 22,012        | 22,211         |
|   |      | <u>73,012</u> | <u>101,864</u> |

#### Creditors: amounts falling due after more than one year

|                           | Note | 2018<br>£ | 2017<br>£  |
|---------------------------|------|-----------|------------|
| <b>Due after one year</b> |      |           |            |
| Loans and borrowings      | 10   | <u>-</u>  | <u>370</u> |

### 9 Share capital

#### Allotted, called up and fully paid shares

|                              | No.        | 2018<br>£  | No.        | 2017<br>£  |
|------------------------------|------------|------------|------------|------------|
| Ordinary A shares of £1 each | 100        | 100        | 100        | 100        |
| Ordinary B shares of £1 each | 60         | 60         | 60         | 60         |
|                              | <u>160</u> | <u>160</u> | <u>160</u> | <u>160</u> |

### 10 Loans and borrowings

|   | 2018<br>£ | 2017<br>£  |
|---|-----------|------------|
| <b>Non-current loans and borrowings</b> |           |            |
| Bank borrowings                         | <u>-</u>  | <u>370</u> |

## TMC Accountancy Ltd

### Notes to the Financial Statements for the Year Ended 31 March 2018

|                                     | 2018<br>£  | 2017<br>£     |
|-------------------------------------|------------|---------------|
| <b>Current loans and borrowings</b> |            |               |
| Bank borrowings                     | <u>320</u> | <u>18,028</u> |

#### Bank borrowings

Property mortgage is denominated in sterling with a nominal interest rate of 2.5%%, and the final instalment is due on 30 April 2018. The carrying amount at year end is £320 (2017 - £14,595).

Business loan is denominated in sterling with a nominal interest rate of 4.5%%, and the final instalment is due on 30 November 2017. The carrying amount at year end is £Nil (2017 - £3,803).

The company's freehold property is pledged as security for the bank borrowing.

## 11 Related party transactions

### Summary of transactions with parent

Loan from parent company

#### Loans from related parties

| 2018               | Parent<br>£         |
|--------------------|---------------------|
| At start of period | 2,004               |
| Repaid             | <u>(1,953)</u>      |
| At end of period   | <u>51</u>           |
|                    | <b>Parent<br/>£</b> |
| 2017               |                     |
| At start of period | 1,644               |
| Advanced           | <u>360</u>          |
| At end of period   | <u>2,004</u>        |

## 12 Parent and ultimate parent undertaking

The company's immediate parent is Dual Control Ltd, incorporated in England and Wales.