

REGISTERED NUMBER: 02907163 (England and Wales)

**Strategic Report, Report of the Directors and
Financial Statements for the Year Ended 31 October 2018
for
Trueline Expanded Products Ltd**

Pinfields Limited
Chartered Accountants
Meryll House
57 Worcester Road
Bromsgrove
Worcestershire
B61 7DN

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for the year ended 31 October 2018**

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Trueline Expanded Products Ltd

**Company Information
for the year ended 31 October 2018**

DIRECTORS: S Mares
Mrs A M Mares

SECRETARY: Mrs A M Mares

REGISTERED OFFICE: Parker Place
Firs Industrial Estate
Kidderminster
Worcestershire
DY11 7QN

REGISTERED NUMBER: 02907163 (England and Wales)

AUDITORS: Pinfields Limited
Chartered Accountants
Meryll House
57 Worcester Road
Bromsgrove
Worcestershire
B61 7DN

**Strategic Report
for the year ended 31 October 2018**

The directors present their strategic report for the year ended 31 October 2018.

REVIEW OF BUSINESS

During the year to 31 October 2018, the company's turnover decreased from 2017 by approx 6.22% to give turnover of £5,603,529. However, the gross margin has stayed the same at 38.10% as at 31 October 2018. Administration overheads have increased and this has led to an increased Net Loss - all is detailed in the enclosed accounts. Even with this decrease it still leaves the company in a strong position on which to trade for the next year.

The key performance indicators are turnover, margin and ultimate profitability and the analysis of these was given above.

PRINCIPAL RISKS AND UNCERTAINTIES

The principal risk and uncertainties for the business is the general state of the UK economy. Especially with regard to the buoyancy of the building industry. The business is also concerned with the cost of its raw material purchases.

ON BEHALF OF THE BOARD:

S Mares - Director

29 July 2019

**Report of the Directors
for the year ended 31 October 2018**

The directors present their report with the financial statements of the company for the year ended 31 October 2018.

DIVIDENDS

An interim dividend of 40.5 per share was paid on 31 October 2018. The directors recommend that no final dividend be paid.

The total distribution of dividends for the year ended 31 October 2018 will be £ 405,000 .

DIRECTORS

The directors shown below have held office during the whole of the period from 1 November 2017 to the date of this report.

S Mares
Mrs A M Mares

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, the Report of the Directors and the financial statements in accordance with applicable law and regulations.

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 then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**Report of the Directors
for the year ended 31 October 2018**

AUDITORS

The auditors, Pinfields Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

S Mares - Director

29 July 2019

Report of the Independent Auditors to the Members of Trueline Expanded Products Ltd

Opinion

We have audited the financial statements of Trueline Expanded Products Ltd (the 'company') for the year ended 31 October 2018 which comprise the Statement of Income and Retained Earnings, Balance Sheet, Cash Flow Statement and Notes to the Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 October 2018 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Report of the Independent Auditors to the Members of Trueline Expanded Products Ltd

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Directors.

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 financial statements 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.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

**Report of the Independent Auditors to the Members of
Trueline Expanded Products Ltd**

Use of our report

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 a Report of the Auditors 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.

P J Tivey FCA FCCA (Senior Statutory Auditor)
for and on behalf of Pinfields Limited
Chartered Accountants
Meryll House
57 Worcester Road
Bromsgrove
Worcestershire
B61 7DN

29 July 2019

Trueline Expanded Products Ltd (Registered number: 02907163)

**Statement of Income and Retained Earnings
for the year ended 31 October 2018**

	Notes	2018 £	2017 £
TURNOVER		5,603,529	5,975,963
Cost of sales		<u>(3,469,114)</u>	<u>(3,686,413)</u>
GROSS PROFIT		2,134,415	2,289,550
Administrative expenses		<u>(2,921,955)</u>	<u>(2,554,158)</u>
		(787,540)	(264,608)
Other operating income		<u>10</u>	<u>9,800</u>
OPERATING LOSS	4	(787,530)	(254,808)
Interest receivable and similar income		<u>492</u>	<u>25</u>
		(787,038)	(254,783)
Interest payable and similar expenses	5	<u>(50,735)</u>	<u>(51,678)</u>
LOSS BEFORE TAXATION		(837,773)	(306,461)
Tax on loss	6	<u>(28,877)</u>	<u>56,851</u>
LOSS FOR THE FINANCIAL YEAR		(866,650)	(249,610)
Retained earnings at beginning of year		4,605,681	5,015,291
Dividends	7	(405,000)	(160,000)
RETAINED EARNINGS AT END OF YEAR		<u>3,334,031</u>	<u>4,605,681</u>

The notes form part of these financial statements

Trueline Expanded Products Ltd (Registered number: 02907163)

**Balance Sheet
31 October 2018**

	Notes	2018 £	£	2017 £	£
FIXED ASSETS					
Tangible assets	8		1,240,974		1,330,891
CURRENT ASSETS					
Stocks	9	518,966		562,628	
Debtors	10	3,874,625		5,063,426	
Cash at bank and in hand		309,012		225,541	
		4,702,603		5,851,595	
CREDITORS					
Amounts falling due within one year	11	1,610,291		1,470,261	
NET CURRENT ASSETS			3,092,312		4,381,334
TOTAL ASSETS LESS CURRENT LIABILITIES			4,333,286		5,712,225
CREDITORS					
Amounts falling due after more than one year	12		(706,952)		(777,929)
PROVISIONS FOR LIABILITIES	17		-		(36,312)
NET ASSETS			3,626,334		4,897,984
CAPITAL AND RESERVES					
Called up share capital	18		10,000		10,000
Revaluation reserve	19		282,303		282,303
Retained earnings	19		3,334,031		4,605,681
SHAREHOLDERS' FUNDS			3,626,334		4,897,984

The financial statements were approved by the Board of Directors on 29 July 2019 and were signed on its behalf by:

S Mares - Director

**Cash Flow Statement
for the year ended 31 October 2018**

	Notes	2018 £	2017 £
Cash flows from operating activities			
Cash generated from operations	1	629,414	(9,846)
Interest paid		(45,483)	(42,848)
Interest element of hire purchase payments paid		(5,252)	(8,830)
Tax paid		15,141	(99,053)
Net cash from operating activities		<u>593,820</u>	<u>(160,577)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(12,413)	(52,807)
Sale of tangible fixed assets		-	13,960
Interest received		492	25
Net cash from investing activities		<u>(11,921)</u>	<u>(38,822)</u>
Cash flows from financing activities			
New loans in year		-	763,125
Loan repayments in year		(248,041)	(817,481)
Capital repayments in year		(87,015)	(92,911)
Amount introduced by directors		-	5,737
Amount withdrawn by directors		(5,312)	-
Equity dividends paid		(405,000)	(160,000)
Net cash from financing activities		<u>(745,368)</u>	<u>(301,530)</u>
Decrease in cash and cash equivalents		<u>(163,469)</u>	<u>(500,929)</u>
Cash and cash equivalents at beginning of year	2	9,186	510,115
Cash and cash equivalents at end of year	2	<u>(154,283)</u>	<u>9,186</u>

The notes form part of these financial statements

**Notes to the Cash Flow Statement
for the year ended 31 October 2018**

1. RECONCILIATION OF LOSS BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	2018	2017
	£	£
Loss before taxation	(837,773)	(306,461)
Depreciation charges	132,028	225,633
Loss on disposal of fixed assets	6,123	45,993
Finance costs	50,735	51,678
Finance income	(492)	(25)
	<u>(649,379)</u>	<u>16,818</u>
Decrease in stocks	43,662	24,972
Decrease in trade and other debtors	1,108,471	64,447
Increase/(decrease) in trade and other creditors	<u>126,660</u>	<u>(116,083)</u>
Cash generated from operations	<u>629,414</u>	<u>(9,846)</u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31 October 2018

	31/10/18	1/11/17
	£	£
Cash and cash equivalents	309,012	225,541
Bank overdrafts	<u>(463,295)</u>	<u>(216,355)</u>
	<u>(154,283)</u>	<u>9,186</u>

Year ended 31 October 2017

	31/10/17	1/11/16
	£	£
Cash and cash equivalents	225,541	640,827
Bank overdrafts	<u>(216,355)</u>	<u>(130,712)</u>
	<u>9,186</u>	<u>510,115</u>

**Notes to the Financial Statements
for the year ended 31 October 2018**

1. STATUTORY INFORMATION

Trueline Expanded Products Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Long leasehold	- 2% on cost
Plant and machinery	- 20% on reducing balance
Fixtures and fittings	- 33% on cost and 20% on reducing balance
Motor vehicles	- 25% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Notes to the Financial Statements - continued
for the year ended 31 October 2018**

2. ACCOUNTING POLICIES - continued

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Financial instruments

Financial assets and financial liabilities are recognised when the company becomes party to the contractual provisions of the instrument.

All financial assets and liabilities are initially measured at transactions price, except for those financial assets classified as at fair value through profit and loss, which are initially measured at fair value. If an arrangement constitutes a financing transaction, the financial asset or liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments that have no stated interest rate and are classified as payable or receivable within one year are initially measured at an undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

Financial assets are only derecognised when the contractual rights to the cash flows from the financial asset expire or are settled, when the company transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or when the company has transferred control of the asset to another party.

Financial liabilities are only derecognised when the obligation is discharged, cancelled or expired.

Notes to the Financial Statements - continued
for the year ended 31 October 2018

3. **EMPLOYEES AND DIRECTORS**

	2018	2017
	£	£
Wages and salaries	1,290,589	1,366,990
Social security costs	122,118	130,489
Other pension costs	13,150	8,318
	<u>1,425,857</u>	<u>1,505,797</u>

The average number of employees during the year was as follows:

	2018	2017
Factory	28	34
Office	17	17
	<u>45</u>	<u>51</u>

	2018	2017
	£	£
Directors' remuneration	69,859	86,687
Directors' pension contributions to money purchase schemes	<u>331</u>	<u>270</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>2</u>	<u>2</u>
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4. **OPERATING LOSS**

The operating loss is stated after charging/(crediting):

	2018	2017
	£	£
Hire of plant and machinery	41,185	32,619
Depreciation - owned assets	86,227	167,585
Depreciation - assets on hire purchase contracts	45,801	58,049
Loss on disposal of fixed assets	6,123	45,993
Auditors' remuneration	12,000	4,800
Foreign exchange differences	<u>(10)</u>	<u>-</u>

Notes to the Financial Statements - continued
for the year ended 31 October 2018

5. INTEREST PAYABLE AND SIMILAR EXPENSES

	2018	2017
	£	£
Bank interest	14,191	5,748
Bank loan interest	31,292	37,100
Hire purchase	5,252	8,830
	<u>50,735</u>	<u>51,678</u>

6. TAXATION

Analysis of the tax charge/(credit)

The tax charge/(credit) on the loss for the year was as follows:

	2018	2017
	£	£
Current tax:		
Prior year tax adjustment	65,189	(22,673)
Deferred tax	(36,312)	(34,178)
Tax on loss	<u>28,877</u>	<u>(56,851)</u>

Reconciliation of total tax charge/(credit) included in profit and loss

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	2018	2017
	£	£
Loss before tax	<u>(837,773)</u>	<u>(306,461)</u>
Loss multiplied by the standard rate of corporation tax in the UK of 20% (2017 - 20%)	(167,555)	(61,292)
Effects of:		
Expenses not deductible for tax purposes	3,540	4,635
Depreciation in excess of capital allowances	1,734	24,786
Deferred tax	(36,312)	(34,178)
Loss on disposal of assets	1,225	9,198
Corporation tax investigation liability	109,171	-
Additional Corporation tax refund from 2016 R&D Claim	(43,139)	-
HMRC Refund	(843)	-
Losses carried forward	160,347	-
Donations	807	-
Deposit account interest	(14)	-
Interest received on early corporation tax	(84)	-
Total tax charge/(credit)	<u>28,877</u>	<u>(56,851)</u>

Notes to the Financial Statements - continued
for the year ended 31 October 2018

7. DIVIDENDS

	2018 £	2017 £
Ordinary shares of £1 each		
Interim	<u>405,000</u>	<u>160,000</u>

8. TANGIBLE FIXED ASSETS

	Long leasehold £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST OR VALUATION					
At 1 November 2017	850,000	1,011,366	94,947	375,581	2,331,894
Additions	-	6,750	5,663	35,821	48,234
Disposals	-	-	-	(26,700)	(26,700)
At 31 October 2018	<u>850,000</u>	<u>1,018,116</u>	<u>100,610</u>	<u>384,702</u>	<u>2,353,428</u>
DEPRECIATION					
At 1 November 2017	34,000	672,005	77,275	217,723	1,001,003
Charge for year	17,000	68,660	5,889	40,479	132,028
Eliminated on disposal	-	-	-	(20,577)	(20,577)
At 31 October 2018	<u>51,000</u>	<u>740,665</u>	<u>83,164</u>	<u>237,625</u>	<u>1,112,454</u>
NET BOOK VALUE					
At 31 October 2018	<u>799,000</u>	<u>277,451</u>	<u>17,446</u>	<u>147,077</u>	<u>1,240,974</u>
At 31 October 2017	<u>816,000</u>	<u>339,361</u>	<u>17,672</u>	<u>157,858</u>	<u>1,330,891</u>

Cost or valuation at 31 October 2018 is represented by:

	Long leasehold £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
Valuation in 2015	212,140	-	-	-	212,140
Cost	<u>637,860</u>	<u>1,018,116</u>	<u>100,610</u>	<u>384,702</u>	<u>2,141,288</u>
	<u>850,000</u>	<u>1,018,116</u>	<u>100,610</u>	<u>384,702</u>	<u>2,353,428</u>

Notes to the Financial Statements - continued
for the year ended 31 October 2018

8. **TANGIBLE FIXED ASSETS - continued**

If leasehold property had not been revalued would have been included at the following historical cost:

	2018 £	2017 £
Cost	<u>637,680</u>	<u>637,860</u>
Aggregate depreciation	<u>140,300</u>	<u>110,543</u>
Value of land in freehold land and buildings	<u>850,000</u>	<u>850,000</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £	Motor vehicles £	Totals £
COST OR VALUATION			
At 1 November 2017	287,100	64,598	351,698
Additions	-	35,821	35,821
Transfer to ownership	-	(64,598)	(64,598)
At 31 October 2018	<u>287,100</u>	<u>35,821</u>	<u>322,921</u>
DEPRECIATION			
At 1 November 2017	103,356	28,262	131,618
Charge for year	36,749	9,052	45,801
Transfer to ownership	-	(35,075)	(35,075)
At 31 October 2018	<u>140,105</u>	<u>2,239</u>	<u>142,344</u>
NET BOOK VALUE			
At 31 October 2018	<u>146,995</u>	<u>33,582</u>	<u>180,577</u>
At 31 October 2017	<u>183,744</u>	<u>36,336</u>	<u>220,080</u>

9. **STOCKS**

	2018 £	2017 £
Stocks	49,204	65,130
Raw materials	<u>469,762</u>	<u>497,498</u>
	<u>518,966</u>	<u>562,628</u>

Notes to the Financial Statements - continued
for the year ended 31 October 2018

10. DEBTORS

	2018 £	2017 £
Amounts falling due within one year:		
Trade debtors	1,227,109	1,396,363
Other debtors	42,662	-
Staff loan	331,931	-
Tax	-	22,672
S455 tax debtor	-	57,658
VAT	-	65,209
Prepayments	19,859	16,662
	<u>1,621,561</u>	<u>1,558,564</u>
Amounts falling due after more than one year:		
Amounts owed from related party	2,253,064	3,504,862
	<u>2,253,064</u>	<u>3,504,862</u>
Aggregate amounts	<u>3,874,625</u>	<u>5,063,426</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Bank loans and overdrafts (see note 13)	510,897	465,056
Hire purchase contracts (see note 14)	56,102	83,261
Trade creditors	952,566	848,553
Social security and other taxes	25,261	36,447
Pension account	5,203	2,533
VAT	14,762	-
Other creditors	208	760
Directors' current accounts	2,715	8,027
Accrued expenses	42,577	25,624
	<u>1,610,291</u>	<u>1,470,261</u>

12. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2018 £	2017 £
Bank loans (see note 13)	682,681	729,623
Hire purchase contracts (see note 14)	24,271	48,306
	<u>706,952</u>	<u>777,929</u>

**Notes to the Financial Statements - continued
for the year ended 31 October 2018**

13. LOANS

An analysis of the maturity of loans is given below:

	2018	2017
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	463,295	216,355
Bank loans	47,602	248,701
	<u>510,897</u>	<u>465,056</u>
 Amounts falling due between one and two years:		
Bank loans - 1- 5 years	<u>254,425</u>	<u>257,722</u>
 Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	<u>428,256</u>	<u>471,901</u>

Lloyds loan a/c 85511 is repayable by 31st March 2032 at a variable interest rate of 3.65% per annum.

14. LEASING AGREEMENTS

Minimum lease payments under hire purchase fall due as follows:

	2018	2017
	£	£
Net obligations repayable:		
Within one year	56,102	83,261
Between one and five years	24,271	48,306
	<u>80,373</u>	<u>131,567</u>

Notes to the Financial Statements - continued
for the year ended 31 October 2018

15. SECURED DEBTS

The following secured debts are included within creditors:

	2018	2017
	£	£
Bank overdrafts	463,295	216,355
Bank loans	730,283	978,324
Hire purchase contracts	80,373	131,567
	<u>1,273,951</u>	<u>1,326,246</u>

The bank loans are secured by a 1st Legal charges over the commercial leasehold know as Plot 8 Park Place, Firs Industrial Estate, Kidderminster, DY11 7QN dated 01/05/2008.

Also there is an unlimited debenture dated 18/04/2008 incorporating fixed and floating charge.

Hire purchase agreements are secured by the assets they represent.

16. FINANCIAL INSTRUMENTS

The carrying value of the company's financial assets and liabilities are summarised by category below:

	£
Financial assets	
Measured at undiscounted amount receivable	
- Trade and other debtors	1,647,906
Financial liabilities	
Measured at undiscounted amount payable	
- Trade and other creditors	1,603,447

17. PROVISIONS FOR LIABILITIES

	2018	2017
	£	£
Deferred tax	<u>-</u>	<u>36,312</u>
		Deferred tax
		£
Balance at 1 November 2017		36,312
Provided during year		<u>(36,312)</u>
Balance at 31 October 2018		<u>-</u>

Notes to the Financial Statements - continued
for the year ended 31 October 2018

18. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2018 £	2017 £
10,000	Ordinary	£1	<u>10,000</u>	<u>10,000</u>

19. RESERVES

	Retained earnings £	Revaluation reserve £	Totals £
At 1 November 2017	4,605,681	282,303	4,887,984
Deficit for the year	(866,650)		(866,650)
Dividends	(405,000)		(405,000)
At 31 October 2018	<u>3,334,031</u>	<u>282,303</u>	<u>3,616,334</u>

20. RELATED PARTY DISCLOSURES

Entities with control, joint control or significant influence over the entity

	2018 £	2017 £
Purchases	1,200,000	-
Transfers	51,798	3,504,862
Amount due from related party	<u>2,253,064</u>	<u>3,504,862</u>

Other related parties

	2018 £	2017 £
Sales	(63,188)	63,188
Purchases	(6,903)	6,832
Transfers	331,931	-
Amount due from related party	<u>331,931</u>	<u>52,743</u>

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