

Registered number

02908470

Remec Engineering Services (Burnley) Limited

Report and Accounts

31 January 2018

Remec Engineering Services (Burnley) Limited**Registered number:** 02908470**Balance Sheet****as at 31 January 2018**

	Notes	2018 £	2017 £
Fixed assets			
Intangible assets	3	243,860	260,117
Tangible assets	4	106,339	49,654
		<u>350,199</u>	<u>309,771</u>
Current assets			
Stocks		27,190	29,667
Debtors	5	85,415	148,251
Cash at bank and in hand		3,101	4,889
		<u>115,706</u>	<u>182,807</u>
Creditors: amounts falling due within one year	6	(225,662)	(347,403)
Net current liabilities		<u>(109,956)</u>	<u>(164,596)</u>
Total assets less current liabilities		<u>240,243</u>	<u>145,175</u>
Creditors: amounts falling due after more than one year	7	(56,026)	(20,962)
Provisions for liabilities		(19,445)	(2,817)
Net assets		<u><u>164,772</u></u>	<u><u>121,396</u></u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		164,672	121,296
Shareholder's funds		<u><u>164,772</u></u>	<u><u>121,396</u></u>

The director is satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The member has not required the company to obtain an audit in accordance with section 476 of the Act.

The director acknowledges her responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has not been delivered to the Registrar of Companies.

Mr P Furness

Director

Approved by the board on 10 May 2018

Remec Engineering Services (Burnley) Limited

Notes to the Accounts

for the year ended 31 January 2018

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer. Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs.

Intangible fixed assets

Goodwill represents the excess of the cost of acquisition of unincorporated businesses over the fair value of net assets required. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is considered to have a finite useful life and is amortised on a systematic basis over its expected life, which is 20 years. This is based on the longevity of the business, given its longstanding period of existence.

Tangible fixed assets

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Plant & Equipment	25% reducing balance
Motor vehicles	25% reducing balance

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first in first out method. The carrying amount of stock sold is recognised as an expense in the period in which the related revenue is recognised.

Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. 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. 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, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

Provisions

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

2 Employees

	2018	2017
	Number	Number

Average number of persons employed by the company	<u>13</u>	<u>13</u>
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3 Intangible fixed assets

	Goodwill
	£

Cost

At 1 February 2017	325,145
At 31 January 2018	<u>325,145</u>

Amortisation

At 1 February 2017	65,028
Provided during the year	16,257
At 31 January 2018	<u>81,285</u>

Net book value

At 31 January 2018	<u>243,860</u>
At 31 January 2017	<u>260,117</u>

Goodwill is being written off in equal annual instalments over its estimated economic life of 20 years.

4 Tangible fixed assets

	Plant & machinery	Motor vehicles	Total
	£	£	£

Cost

At 1 February 2017	41,699	58,268	99,967
Additions	1,382	67,503	68,885
Disposals	-	(744)	(744)
At 31 January 2018	<u>43,081</u>	<u>125,027</u>	<u>168,108</u>

Depreciation

At 1 February 2017	19,754	30,559	50,313
Charge for the year	3,309	8,147	11,456
At 31 January 2018	<u>23,063</u>	<u>38,706</u>	<u>61,769</u>

Net book value

At 31 January 2018	20,018	86,321	106,339
At 31 January 2017	21,945	27,709	49,654

5 Debtors	2018	2017
	£	£

Trade debtors	73,301	137,158
Other debtors	12,114	11,093
	<u>85,415</u>	<u>148,251</u>

6 Creditors: amounts falling due within one year	2018	2017
	£	£

Bank loan and overdraft	57,128	65,399
Obligations under finance lease and hire purchase contracts	28,831	-
Trade creditors	77,925	69,985
Corporation tax	12,515	16,538
Other taxes and social security costs	3,202	23,257
Other creditors	46,061	172,224
	<u>225,662</u>	<u>347,403</u>

7 Creditors: amounts falling due after one year	2018	2017
	£	£

Bank loan	8,387	20,962
Obligations under finance lease and hire purchase contracts	47,639	-
	<u>56,026</u>	<u>20,962</u>

The bank loan is secured by a legal charge over the premises owned personally by the directors.

8 Related party transactions

Included within other creditors is an amount of £42,596 (2017: £132,528) due Mr P Furness, a director of the company. During the year the director introduced cash into the company of £15,000 and withdrew £104,932 from the company. During the year dividends amounting to £17,000 (2017: £nil) were paid.

Included within other creditors is an amount of £1,835 (2017: £20,619) due to Mr R Furness, a director of the company. During the year the director introduced cash into the company of £15,000 and withdrew £33,784 from the company. During the year dividends amounting to £17,000 (2017: £nil) were paid.

9 Controlling party

The company was under the control of its directors, who controlled all of the company's issued share capital, throughout the whole of the current and previous year.

10 Other information

Remec Engineering Services (Burnley) Limited is a private company limited by shares and incorporated in England. Its registered office is:

Summit Works

Manchester Road

Burnley

Lancashire

BB11 5HG

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.