

REGISTERED NUMBER: 03657689 (England and Wales)

**UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017
FOR
COMPOSITE REINFORCEMENTS UK LIMITED**

**CONTENTS OF THE FINANCIAL STATEMENTS
for the Year Ended 31 December 2017**

	Page
Company Information	1
Statement of Financial Position	2
Notes to the Financial Statements	4

COMPOSITE REINFORCEMENTS UK LIMITED

COMPANY INFORMATION
for the Year Ended 31 December 2017

DIRECTORS: R Barham
R J Pettican

SECRETARY: Ms Y Rich

REGISTERED OFFICE: Langley House
Park Road
London
N2 8EY

REGISTERED NUMBER: 03657689 (England and Wales)

ACCOUNTANTS: Accura Accountants Ltd
Langley House
Park Road
East Finchley
London
N2 8EY

STATEMENT OF FINANCIAL POSITION
31 December 2017

	Notes	31.12.17 £	£	31.12.16 £	£
FIXED ASSETS					
Tangible assets	4		49,466		65,956
CURRENT ASSETS					
Stocks		280,087		240,170	
Debtors	5	1,187,803		886,850	
Cash at bank and in hand		<u>25,807</u>		<u>27,387</u>	
		1,493,697		1,154,407	
CREDITORS					
Amounts falling due within one year	6	<u>1,574,358</u>		<u>1,190,320</u>	
NET CURRENT LIABILITIES			<u>(80,661)</u>		<u>(35,913)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			(31,195)		30,043
CREDITORS					
Amounts falling due after more than one year	7		(101,620)		(158,927)
PROVISIONS FOR LIABILITIES			<u>(8,118)</u>		<u>-</u>
NET LIABILITIES			<u>(140,933)</u>		<u>(128,884)</u>
CAPITAL AND RESERVES					
Called up share capital			200		200
Retained earnings			<u>(141,133)</u>		<u>(129,084)</u>
			<u>(140,933)</u>		<u>(128,884)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2017 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

STATEMENT OF FINANCIAL POSITION - continued
31 December 2017

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors on 28 September 2018 and were signed on its behalf by:

R Barham - Director

R J Pettican - Director

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 December 2017

1. **STATUTORY INFORMATION**

Composite Reinforcements UK Limited 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.

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of 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.

The financial statements have been prepared on a going concern basis, the applicability of which is dependent upon the continued support of the company's creditors and financiers. At the balance sheet date the company's liabilities exceed its assets by £140,933 (2016: £128,884), and the company made losses in the year of £12,049. In the opinion of the director the company has the support of its creditors and financiers for the foreseeable future, and it is therefore considered appropriate to adopt the going concern policy.

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.

Plant and machinery etc - 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.

Financial instruments

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of Comprehensive Income.

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 statement of financial position date.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2017

2. **ACCOUNTING POLICIES - continued**

Deferred tax

Deferred tax is recognised in respect of all material timing differences that have originated but not reversed at the statement of financial position 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.

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.

Impairment of assets

A review of indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversals at each reporting date.

Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any material unused holiday entitlement is recognised in the period in which the employee's services are received.

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets. The cost of any material unused holiday entitlement is recognised in the period in which the employee's services are received. Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment or to provide termination benefits.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 8 (2016 - 7) .

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2017

4. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1 January 2017 and 31 December 2017	<u>144,932</u>
DEPRECIATION	
At 1 January 2017	78,976
Charge for year	<u>16,490</u>
At 31 December 2017	<u>95,466</u>
NET BOOK VALUE	
At 31 December 2017	<u>49,466</u>
At 31 December 2016	<u>65,956</u>

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

	Plant and machinery etc £
COST	
At 1 January 2017 and 31 December 2017	<u>97,156</u>
DEPRECIATION	
At 1 January 2017	37,793
Charge for year	<u>14,841</u>
At 31 December 2017	<u>52,634</u>
NET BOOK VALUE	
At 31 December 2017	<u>44,522</u>
At 31 December 2016	<u>59,363</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.17 £	31.12.16 £
Trade debtors	509,761	408,482
Amounts owed by participating interests	12,000	6,000
Other debtors	<u>666,042</u>	<u>472,368</u>
	<u>1,187,803</u>	<u>886,850</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2017

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.17	31.12.16
	£	£
Bank loans and overdrafts	40,916	54,816
Hire purchase contracts	26,522	15,780
Trade creditors	730,325	572,762
Taxation and social security	381,141	184,430
Other creditors	395,454	362,532
	<u>1,574,358</u>	<u>1,190,320</u>

Included in other creditors are accrued expenses of £9,525 (2016: £6,977).

Also included in other creditors are factoring balances totalling £385,929 (2016: £355,555).

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

	31.12.17	31.12.16
	£	£
Bank loans	68,677	99,463
Hire purchase contracts	32,943	59,464
	<u>101,620</u>	<u>158,927</u>

8. SECURED DEBTS

The following secured debts are included within creditors:

	31.12.17	31.12.16
	£	£
Bank overdrafts	10,131	28,743
RBS factoring	385,929	355,555
	<u>396,060</u>	<u>384,298</u>

The loans are secured by way of a fixed charge over the property and other assets of the company.

9. OTHER FINANCIAL COMMITMENTS

The company has future operating lease commitments of £41,250 (over the next 3 years).

10. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 31 December 2017 and 31 December 2016:

	31.12.17	31.12.16
	£	£
R Barham		
Balance outstanding at start of year	200,759	65,386
Amounts advanced	56,026	135,373
Amounts repaid	-	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>256,785</u>	<u>200,759</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2017

10. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES - continued

R J Pettican

Balance outstanding at start of year	210,963	63,398
Amounts advanced	58,807	147,565
Amounts repaid	-	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>269,770</u>	<u>210,963</u>

During the year, amounts of £52,579 and £50,098 were advanced to Mr R J Pettican and Mr R Barham respectively. Interest of £6,228 and £5,928 was charged respectively on the overdrawn balances at official HMRC rates.

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.