

Registration number: 04199893

Pagets Builders Merchants Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 December 2016

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Pagets Builders Merchants Limited

Contents

Company Information	1
Balance Sheet	2 to 3
Notes to the Financial Statements	4 to 9

Pagets Builders Merchants Limited

Company Information

Directors J P Hesse
B J Anglin
R Copley

Company secretary S Scutt

Registered office 94 Broadfield Road
Sheffield
S8 0XL

Accountants Hawsons Chartered Accountants
Pegasus House
463a Glossop Road
Sheffield
South Yorkshire
S10 2QD

Pagets Builders Merchants Limited

**(Registration number: 04199893)
Balance Sheet as at 31 December 2016**

	Note	2016 £	2015 £
Fixed assets			
Intangible assets	3	59,051	70,208
Tangible assets	4	2,491,236	1,617,097
Investments	5	10,000	10,000
Other financial assets	6	1,650	1,650
		<u>2,561,937</u>	<u>1,698,955</u>
Current assets			
Stocks		396,016	374,844
Debtors	7	740,175	639,502
Cash at bank and in hand		190,149	281,276
		<u>1,326,340</u>	<u>1,295,622</u>
Creditors: Amounts falling due within one year	8	<u>(1,356,520)</u>	<u>(962,367)</u>
Net current (liabilities)/assets		<u>(30,180)</u>	<u>333,255</u>
Total assets less current liabilities		2,531,757	2,032,210
Creditors: Amounts falling due after more than one year	8	(938,333)	(658,949)
Provisions for liabilities		<u>(81,000)</u>	<u>(59,000)</u>
Net assets		<u>1,512,424</u>	<u>1,314,261</u>
Capital and reserves			
Called up share capital		100,000	100,000
Share premium reserve		750,816	750,816
Revaluation reserve		61,525	61,525
Profit and loss account		600,083	401,920
Total equity		<u>1,512,424</u>	<u>1,314,261</u>

The notes on pages 4 to 9 form an integral part of these financial statements.

Pagets Builders Merchants Limited

(Registration number: 04199893)

Balance Sheet as at 31 December 2016 (continued)

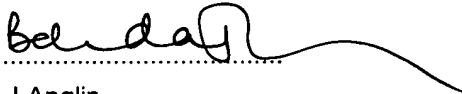
For the financial year ending 31 December 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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.

The company's annual accounts and reports 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.

These financial statements, which 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 and in accordance with the provisions of FRS 102 Section 1A Small Entities, were approved and authorised by the Board on26/6/17..... and signed on its behalf by:



B J Anglin
Director

Pagets Builders Merchants Limited

Notes to the Financial Statements for the Year Ended 31 December 2016

1 Accounting policies

Statutory information

Pagets Builders Merchants Limited is a private company, limited by shares, domiciled in England and Wales, company number 04199893. The registered office is at 94 Broadfield Road, Sheffield, S8 0XL.

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 sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts and after eliminating sales within the company.

Government grants

Grants that relate to the financing of projects to expand the operations of the business are amortised over the expected useful economic lives of the assets or projects concerned. Grants relating to the revenue expenditure are credited to income where receivable.

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
Freehold land and buildings	2% straight line
Freehold land and buildings improvements	10% straight line
Motor vehicles	25% straight line
Motor lorries	12.5% to 16% straight line
Fixtures, fittings and equipment	20% straight line

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 its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Pagets Builders Merchants Limited

Notes to the Financial Statements for the Year Ended 31 December 2016 (continued)

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	5% straight line
Website development	33.3% straight line

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

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 inventories 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.

Leases

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.

Defined contribution pension obligation

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.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the statement of comprehensive income.

Pagets Builders Merchants Limited

Notes to the Financial Statements for the Year Ended 31 December 2016 (continued)

2 Staff numbers

The average number of persons employed by the company (including directors) during the year, analysed by category was as follows:

	2016	2015
	No.	No.
Sales and administration	15	13
Sales	5	5
Distribution	19	18
	39	36

3 Intangible assets

	Goodwill	Website development	Total
	£	£	£
Cost or valuation			
At 1 January 2016	255,340	5,479	260,819
Additions acquired separately	-	2,000	2,000
Disposals	-	(5,479)	(5,479)
At 31 December 2016	255,340	2,000	257,340
Amortisation			
At 1 January 2016	185,132	5,479	190,611
Amortisation charge	12,768	389	13,157
Amortisation eliminated on disposals	-	(5,479)	(5,479)
At 31 December 2016	197,900	389	198,289
Carrying amount			
At 31 December 2016	57,440	1,611	59,051
At 31 December 2015	70,208	-	70,208

Pagets Builders Merchants Limited

Notes to the Financial Statements for the Year Ended 31 December 2016 (continued)

4 Tangible assets

	Freehold land and buildings £	Motor vehicles £	Plant and machinery £	Total £
Cost or valuation				
At 1 January 2016	1,275,128	581,241	230,590	2,086,959
Additions	680,375	114,458	212,911	1,007,744
Disposals	-	(57,725)	(17,636)	(75,361)
At 31 December 2016	<u>1,955,503</u>	<u>637,974</u>	<u>425,865</u>	<u>3,019,342</u>
Depreciation				
At 1 January 2016	5,164	264,906	199,792	469,862
Charge for the year	10,888	98,803	23,821	133,512
Eliminated on disposal	-	(57,725)	(17,543)	(75,268)
At 31 December 2016	<u>16,052</u>	<u>305,984</u>	<u>206,070</u>	<u>528,106</u>
Carrying amount				
At 31 December 2016	<u>1,939,451</u>	<u>331,990</u>	<u>219,795</u>	<u>2,491,236</u>
At 31 December 2015	<u>1,269,964</u>	<u>316,335</u>	<u>30,798</u>	<u>1,617,097</u>

Included within the net book value of land and buildings above is £1,939,451 (2015 - £1,269,964) in respect of freehold land and buildings.

Included in the total net book value of tangible fixed assets held at 31 December 2016 was £331,990 (2015- £316,335) in respect of assets held under finance leases and hire purchase contracts.

Revaluation

The freehold land and buildings class of fixed assets was revalued on 14 January 2015 by Mr J G Beck FRICS who is external to the company at £965,900. The basis of this valuation was open market valuation. This class of assets has a current value of £1,939,451 (2015 - £1,269,964). The company has taken advantage of the transitional arrangements under FRS102 and will retain the valuation at transition as the deemed cost to be depreciated in future periods.

5 Investments in subsidiaries, joint ventures and associates

	2016 £	2015 £
Investments in subsidiaries	<u>10,000</u>	<u>10,000</u>
Subsidiaries		£
Cost or valuation		
At 1 January 2016 and 31 December 2016		<u>10,000</u>
Carrying amount		
At 31 December 2016		<u>10,000</u>
At 31 December 2015		<u>10,000</u>

Pagets Builders Merchants Limited

**Notes to the Financial Statements for the Year Ended 31 December 2016
(continued)**

6 Other financial assets (current and non-current)

	2016 £	2015 £
Listed investments		
Financial assets at fair value	<u>1,650</u>	<u>1,650</u>

7 Debtors

	2016 £	2015 £
Trade debtors	508,255	498,782
Other debtors	<u>231,920</u>	<u>140,720</u>
	<u>740,175</u>	<u>639,502</u>

8 Creditors

	2016 £	2015 £
Due within one year		
Loans and borrowings - secured	143,203	98,679
Trade creditors	807,274	647,512
Income tax liability	82,400	61,150
Social security and other taxes	104,344	69,876
Outstanding defined contribution pension costs	5,696	3,654
Accrued expenses	<u>213,603</u>	<u>81,496</u>
	<u>1,356,520</u>	<u>962,367</u>
Due after one year		
Loans and borrowings - secured	779,333	498,949
Deferred income	149,000	150,000
Amounts owed to group undertakings	<u>10,000</u>	<u>10,000</u>
	<u>938,333</u>	<u>658,949</u>

The loans and borrowings totalling £922,536 (2015- £597,628) were secured on the assets of the business.

Pagets Builders Merchants Limited

**Notes to the Financial Statements for the Year Ended 31 December 2016
(continued)**

10 Provisions

	Deferred tax
	2016
	£
At 1 January 2016	59,000
Charged to the profit and loss account	22,000
	<hr/>
At 31 December 2016	81,000
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Analysis of deferred tax

	2016	2015
	£	£
Difference between accumulated depreciation and capital allowances	81,000	59,000
	<hr/>	<hr/>

10 Dividends

	2016	2015
	£	£
Interim dividend paid	187,000	173,000
	<hr/>	<hr/>

11 Financial commitments, guarantees and contingencies

As at 31 December 2016 the company has total commitments under non-cancellable operating leases over the remaining life of those leases of £142,176 (2015 - £32,582).

12 Post balance sheet events

The company has paid interim dividends subsequent to the year end totalling £84,000.

13 Transition to FRS 102

This is the first year that the company has presented its results under FRS102. The last financial statements under previous UK GAAP were for the year ended 31 December 2015. The date of transition to FRS102 was 1 January 2015. The transition to FRS102 did not result in any changes in accounting policies and so there are no differences between the profit for the financial year ended 31 December 2015 and the total equity as at 1 January 2015 and 31 December 2015 under UK GAAP as previously reported and FRS102.