

**REGISTERED NUMBER: 04142113 (England and Wales)**

**UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2016**  
**FOR**  
**BATES I.T. LTD**

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FOR THE YEAR ENDED 31 DECEMBER 2016**

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**BATES I.T. LTD**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 31 DECEMBER 2016**

**DIRECTORS:**

Mr B Fuller  
Mr C Fuller  
Mr L Ely

**SECRETARY:**

Mr B Fuller

**REGISTERED OFFICE:**

Walkers House  
School Road  
Rayne  
Essex  
CM77 6ST

**REGISTERED NUMBER:**

04142113 (England and Wales)

**ACCOUNTANTS:**

NWN Blue Squared Ltd  
Chartered Certified Accountants  
7 Bourne Court  
Southend Road  
Woodford Green  
Essex  
IG8 8HD

**BALANCE SHEET**  
**31 DECEMBER 2016**

	Notes	2016 £	£	2015 £	£
<b>FIXED ASSETS</b>					
Intangible assets	4		12,500		15,000
Tangible assets	5		308,498		199,240
Investments	6		108,247		108,247
			<u>429,245</u>		<u>322,487</u>
<b>CURRENT ASSETS</b>					
Stocks	7	95,200		79,200	
Debtors	8	2,183,841		2,263,754	
Cash at bank and in hand		-		10,642	
		<u>2,279,041</u>		<u>2,353,596</u>	
<b>CREDITORS</b>					
Amounts falling due within one year	9	1,445,842		1,666,785	
<b>NET CURRENT ASSETS</b>			<u>833,199</u>		<u>686,811</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>1,262,444</u>		<u>1,009,298</u>
<b>CREDITORS</b>					
Amounts falling due after more than one year	10		175,818		95,344
<b>NET ASSETS</b>			<u>1,086,626</u>		<u>913,954</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	13		20,300		20,300
Retained earnings			1,066,326		893,654
<b>SHAREHOLDERS' FUNDS</b>			<u>1,086,626</u>		<u>913,954</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2016.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2016 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)

**BALANCE SHEET - continued  
31 DECEMBER 2016**

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 Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 29 September 2017 and were signed on its behalf by:

Mr B Fuller - Director

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016**

**1. STATUTORY INFORMATION**

Bates I.T. 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.

**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.

**Turnover**

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

**Goodwill**

Goodwill, being the amount paid in connection with the acquisition of a business in 2002, is being amortised evenly over its estimated useful life of twenty years.

**Intangible assets**

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

**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	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance

**Investments in subsidiaries**

Investments in subsidiary undertakings are recognised at cost.

**Stocks**

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

**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.

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2016**

**2. ACCOUNTING POLICIES - continued****Factored debts**

Trade debt has been factored and derecognition under Financial Reporting Standard 5 Application Note C has been adopted. The company has an agreement to transfer (by assignment) the specified debts to the factoring company. The factoring company bears all the significant benefits and risks relating to the debt. The company is not obliged to support any losses incurred by the factoring company as a result of this agreement, nor does it intend to do so. The factoring company has agreed in writing that it will not seek repayment of finance or such recourse has a fixed monetary ceiling.

**Investments**

Fixed asset investments are stated at cost less any provision for impairments.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 54 .

**4. INTANGIBLE FIXED ASSETS**

	<b>Goodwill</b>
	<b>£</b>
<b>COST</b>	
At 1 January 2016	
and 31 December 2016	<u><b>50,000</b></u>
<b>AMORTISATION</b>	
At 1 January 2016	<b>35,000</b>
Amortisation for year	<u><b>2,500</b></u>
At 31 December 2016	<u><b>37,500</b></u>
<b>NET BOOK VALUE</b>	
At 31 December 2016	<u><b>12,500</b></u>
At 31 December 2015	<u><b>15,000</b></u>

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2016

## 5. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
<b>COST</b>				
At 1 January 2016	23,310	27,231	372,167	422,708
Additions	-	-	192,159	192,159
Disposals	-	-	(102,610)	(102,610)
At 31 December 2016	<u>23,310</u>	<u>27,231</u>	<u>461,716</u>	<u>512,257</u>
<b>DEPRECIATION</b>				
At 1 January 2016	5,828	19,945	197,695	223,468
Charge for year	4,370	1,822	37,166	43,358
Eliminated on disposal	-	-	(63,067)	(63,067)
At 31 December 2016	<u>10,198</u>	<u>21,767</u>	<u>171,794</u>	<u>203,759</u>
<b>NET BOOK VALUE</b>				
At 31 December 2016	<u>13,112</u>	<u>5,464</u>	<u>289,922</u>	<u>308,498</u>
At 31 December 2015	<u>17,482</u>	<u>7,286</u>	<u>174,472</u>	<u>199,240</u>

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

	Motor vehicles £
<b>COST</b>	
At 1 January 2016	276,943
Additions	192,159
Disposals	(61,446)
At 31 December 2016	<u>407,656</u>
<b>DEPRECIATION</b>	
At 1 January 2016	131,437
Charge for year	32,645
Eliminated on disposal	(31,443)
At 31 December 2016	<u>132,639</u>
<b>NET BOOK VALUE</b>	
At 31 December 2016	<u>275,017</u>
At 31 December 2015	<u>145,506</u>



NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2016

## 6. FIXED ASSET INVESTMENTS

	Shares in group undertakings £	Investments £	Totals £
<b>COST</b>			
At 1 January 2016 and 31 December 2016	<u>1</u>	<u>108,246</u>	<u>108,247</u>
<b>NET BOOK VALUE</b>			
At 31 December 2016	<u>1</u>	<u>108,246</u>	<u>108,247</u>
At 31 December 2015	<u>1</u>	<u>108,246</u>	<u>108,247</u>

The company's unlisted investment at the balance sheet date relates to a wholly owned subsidiary undertaking BATES FMC Limited. The company was incorporated in England and was trading during the period ended 31 December 2015. Bates I.T. Limited is not required to prepare the consolidated accounts as the company is subject to the small group regime.

## 7. STOCKS

	2016 £	2015 £
Stocks	<u>95,200</u>	<u>79,200</u>

## 8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
Trade debtors	885,336	1,357,050
Amounts owed by associates	346,288	-
Other debtors	116,903	23,373
Directors' current accounts	435,969	405,396
Taxation recoverable	93,345	93,345
Accrued income	306,000	384,590
	<u>2,183,841</u>	<u>2,263,754</u>

## 9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
Bank loans and overdrafts (see note 11)	213,382	148,015
Hire purchase contracts	96,250	57,927
Trade creditors	389,449	516,603
Corporation tax	30,892	69,485
Social security and other taxes	63,154	69,746
VAT	36,823	75,104
Commercial credit card	10,318	-
Factoring creditors	429,004	546,684
Directors' current accounts	169,870	132,221
Accruals and deferred income	6,700	51,000
	<u>1,445,842</u>	<u>1,666,785</u>

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2016

## 10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2016 £	2015 £
Bank loans (see note 11)	56,952	-
Hire purchase contracts	118,866	95,344
	<u>175,818</u>	<u>95,344</u>

## 11. LOANS

An analysis of the maturity of loans is given below:

	2016 £	2015 £
Amounts falling due within one year or on demand:		
Bank overdrafts	198,194	148,015
Bank loans	15,188	-
	<u>213,382</u>	<u>148,015</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	15,187	-
Amounts falling due between two and five years:		
Bank loans - 2-5 years	41,765	-

## 12. SECURED DEBTS

The following secured debts are included within creditors:

	2016 £	2015 £
Bank overdrafts	198,194	148,015
Hire purchase contracts	215,116	153,271
	<u>413,310</u>	<u>301,286</u>

## 13. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2016 £	2015 £
20,000	Ordinary Class A	£1	20,000	20,000
200	Ordinary Class B	£1	200	200
100	Ordinary Class C	£1	100	100
			<u>20,300</u>	<u>20,300</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2016**

**13. CALLED UP SHARE CAPITAL - continued**

The Ordinary A shares have full rights as to voting, dividends and to distribution on sale or winding up of the business. Ordinary B and C shares have rights only to dividends.

**14. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

At the year end, the balance due to Mr B Fuller, a director of the company totalled £169,870 (2015 - £129,300). No interest is charged on the outstanding amount.

At the year end, the balance due from Mr C Fuller, a director of the company totalled £435,968 (2015 - £405,396).

**15. RELATED PARTY DISCLOSURES**

Bates FMC Limited, a 100% subsidiary undertaking, has an outstanding loan to Bates IT Limited of £346,287.55.

**16. ULTIMATE CONTROLLING PARTY**

The company is jointly controlled by Mr B Fuller and Mr C Fuller by the virtue of their shareholdings in the company.

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.