

Registered Number 00302656

Michael Thompson (Public Works Contractors and Engineers) Limited

Abbreviated Accounts

30 June 2016

Balance Sheet as at 30 June 2016

| | Notes | 2016 | 2015 |
|---|-------|------------------|----------------|
| | | £ | £ |
| Fixed assets | 2 | | |
| Tangible | | 118,726 | 36,880 |
| | | <u>118,726</u> | <u>36,880</u> |
| Current assets | | | |
| Stocks | | 2,000 | 21,748 |
| Debtors | | 873,941 | 533,167 |
| Cash at bank and in hand | | 357,192 | 115,410 |
| Total current assets | | <u>1,233,133</u> | <u>670,325</u> |
| Creditors: amounts falling due within one year | | (993,939) | (530,694) |
| Net current assets (liabilities) | | 239,194 | 139,631 |
| Total assets less current liabilities | | <u>357,920</u> | <u>176,511</u> |
| Provisions for liabilities | | (22,688) | 0 |
| Total net assets (liabilities) | | <u>335,232</u> | <u>176,511</u> |
| Capital and reserves | | | |
| Called up share capital | 4 | 200,000 | 200,000 |

| | | |
|-------------------------|---------|----------|
| Revaluation reserve | 5,284 | 12,286 |
| Profit and loss account | 129,948 | (35,775) |

| | | |
|---------------------------|----------------|----------------|
| Shareholders funds | <u>335,232</u> | <u>176,511</u> |
|---------------------------|----------------|----------------|

- a. For the year ending 30 June 2016 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.
- b. The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.
- c. The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.
- d. These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the board on 20 January 2017

And signed on their behalf by:

Mr J. Paisley, Director

Mr M. Cross, Director

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 1068 of the Companies Act 2006.

Notes to the Abbreviated Accounts

For the year ending 30 June 2016

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Turnover

Turnover represents the value of work undertaken in the year together with invoiced small works in respect of continuing activities and is stated exclusive of value added tax. In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion.

Depreciation

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 agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exceptions: Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted. Deferred tax

is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Fixed Assets

All fixed assets are initially recorded at cost.

Financial Instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities. Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability. Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

Long term contracts

Amounts recoverable on such contracts are valued at net sales value after provision for contingencies and any anticipated future losses. Claims are included in the valuation of contracts and credited to the profit and loss account only when entitlement has been established. Cash received on account of contracts is deducted from amounts recoverable on contracts

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

| | |
|-------------------|----------------------|
| Plant & Machinery | 15% Reducing balance |
| Motor Vehicles | 25% Reducing balance |
| Equipment | 25% Reducing balance |

2 Fixed Assets

| | Tangible Assets | Total |
|--------------------------|----------------------------|----------------|
| Cost or valuation | £ | £ |
| At 01 July 2015 | 208,896 | 208,896 |
| Additions | 130,131 | 130,131 |
| Disposals | (80,907) | (80,907) |
| At 30 June 2016 | <u>258,120</u> | <u>258,120</u> |

Depreciation

| | | |
|-----------------------|----------------|----------------|
| At 01 July 2015 | 172,016 | 172,016 |
| Charge for year | 39,574 | 39,574 |
| On disposals | (72,196) | (72,196) |
| At 30 June 2016 | <u>139,394</u> | <u>139,394</u> |
| Net Book Value | | |
| At 30 June 2016 | 118,726 | 118,726 |
| At 30 June 2015 | <u>36,880</u> | <u>36,880</u> |

3 Creditors: amounts falling due after more than one year

4 Share capital

| | 2016 | 2015 |
|--|---------|---------|
| | £ | £ |
| Authorised share capital: | | |
| 200000 Ordinary of £1 each | 200,000 | 200,000 |
| 7000 3.5% Cumulative Participating Preference of £1 each | 7,000 | 7,000 |
| Allotted, called up and fully paid: | | |
| 200000 Ordinary of £1 each | 200,000 | 200,000 |