

RAYLEIGH INSTRUMENTS LIMITED

Financial Statements

For The Year Ended 30 June 2017



RAYLEIGH INSTRUMENTS LIMITED (REGISTERED NUMBER: 00808961)

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For The Year Ended 30 June 2017**

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RAYLEIGH INSTRUMENTS LIMITED

**Company Information
For The Year Ended 30 June 2017**

DIRECTORS:

D G Brookes
R Lawrence

SECRETARY:

Mrs E C Biddle

REGISTERED OFFICE:

Raytel House
1-5 Cutlers Road
South Woodham Ferrers
Essex
CM3 5WA

REGISTERED NUMBER:

00808961 (England and Wales)

SENIOR STATUTORY AUDITOR: Julian Golding

AUDITORS:

Wilkins Kennedy LLP
Statutory Auditor
Chartered Accountants
1-5 Nelson Street
Southend on Sea
Essex
SS1 1EG

RAYLEIGH INSTRUMENTS LIMITED (REGISTERED NUMBER: 00808961)

**Balance Sheet
30 June 2017**

		2017	2016
	Notes	£	£
FIXED ASSETS			
Tangible assets	4	18,470	24,626
Investments	5	94,026	4,812
		<u>112,496</u>	<u>29,438</u>
CURRENT ASSETS			
Stocks		680,292	684,277
Debtors	6	2,436,492	2,376,353
Cash at bank and in hand		127,338	133,696
		<u>3,244,122</u>	<u>3,194,326</u>
CREDITORS			
Amounts falling due within one year	7	1,273,816	1,345,446
NET CURRENT ASSETS		<u>1,970,306</u>	<u>1,848,880</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,082,802</u>	<u>1,878,318</u>
PROVISIONS FOR LIABILITIES		<u>3,140</u>	<u>4,186</u>
NET ASSETS		<u><u>2,079,662</u></u>	<u><u>1,874,132</u></u>
CAPITAL AND RESERVES			
Called up share capital	10	750,000	750,000
Retained earnings		1,329,662	1,124,132
SHAREHOLDERS' FUNDS		<u><u>2,079,662</u></u>	<u><u>1,874,132</u></u>

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 7-02-18 and were signed on its behalf by:


.....
D G Brookes - Director

The notes form part of these financial statements

**Notes to the Financial Statements
For The Year Ended 30 June 2017**

1. STATUTORY INFORMATION

Rayleigh Instruments 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.

In the opinion of the directors, it remains appropriate to continue to adopt the going concern basis of accounting.

Preparation of consolidated financial statements

The financial statements contain information about Rayleigh Instruments Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company has taken the option under Section 398 of the Companies Act 2006 not to prepare consolidated financial statements.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Judgements and key sources of estimation uncertainty

The preparation of financial statements requires management to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on a continuing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Turnover

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

Sale of goods

Turnover from sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of goods.

Rendering of services

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. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Plant and machinery	- 33% on cost and 20% on cost
Fixtures and fittings	- 20% on cost

Notes to the Financial Statements - continued
For The Year Ended 30 June 2017

2. ACCOUNTING POLICIES - continued

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Stocks

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

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

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 balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet 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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Employee 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.

Short term employee benefits, including holiday entitlement and other non-monetary benefits, and contributions to defined contribution plans are recognised as an expense in the period in which they are incurred.

The company recognises an accrual for accumulated annual leave accrued by employees as a result of services rendered in the current period for which employees can carry forward and use within the next year. The accrual is measured at the salary cost of the respective employee in relation to the period of absence.

Notes to the Financial Statements - continued
For The Year Ended 30 June 2017

2. ACCOUNTING POLICIES - continued

Trade and other receivables

Trade and other receivables are measured at transaction price less any impairment unless the arrangement constitutes a financing transaction in which case the transaction is measured at the present value of the future receipts discounted at the prevailing market rate of interest. Loans are initially measured at fair value and are subsequently measured at amortised cost using the effective interest method less any impairment.

Trade and other payables

Trade and other payables are measured at their transaction price unless the arrangement constitutes a financing transaction in which case the transaction is measured at present value of future payments discounted at prevailing market rate of interest. Other financial liabilities are initially measured at fair value net of their transaction costs. They are subsequently measured at amortised cost using the effective interest method.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 30 (2016 - 27).

4. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Totals £
COST			
At 1 July 2016 and 30 June 2017	68,023	3,680	71,703
DEPRECIATION			
At 1 July 2016	43,397	3,680	47,077
Charge for year	6,156	-	6,156
At 30 June 2017	49,553	3,680	53,233
NET BOOK VALUE			
At 30 June 2017	18,470	-	18,470
At 30 June 2016	24,626	-	24,626

Notes to the Financial Statements - continued
For The Year Ended 30 June 2017

5. FIXED ASSET INVESTMENTS

	Shares in group undertakings £	Interest in other participating interests £	Totals £
COST			
At 1 July 2016	4,812	-	4,812
Additions	-	89,214	89,214
At 30 June 2017	4,812	89,214	94,026
NET BOOK VALUE			
At 30 June 2017	4,812	89,214	94,026
At 30 June 2016	4,812	-	4,812

The company's investments at the Balance Sheet date in the share capital of companies include the following:

Rayleigh Instruments Sp. Z O.O.

Registered office: Al. Jerozolimskie 214, 02-486 Warsaw

Nature of business: Production of electrical elements

Class of shares:	% holding
Ordinary	51.00

	2017 £
Aggregate capital and reserves	5,045
Loss for the year	(4,847)

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Trade debtors	1,528,892	1,313,250
Amounts owed by group undertakings	907,600	1,056,268
Other debtors	-	6,835
	2,436,492	2,376,353

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Trade creditors	467,771	456,901
Taxation and social security	46,858	83,345
Other creditors	759,187	805,200
	1,273,816	1,345,446

Notes to the Financial Statements - continued
For The Year Ended 30 June 2017

8. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2017	2016
	£	£
Within one year	32,830	5,609
Between one and five years	50,053	25,583
	<u>82,883</u>	<u>31,192</u>

9. SECURED DEBTS

The following secured debts are included within creditors:

	2017	2016
	£	£
Other creditors	<u>558,866</u>	<u>559,405</u>

The bank overdraft facility is secured by fixed and floating charges over the assets of the company.

Included within other creditors are £558,866 (2016: £559,405) in respect of invoice discounting creditors. These amounts are secured on the company's trade debtor balances.

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2017	2016
Number:	Class:	Nominal value:	£	£
750,000	Ordinary	£1	<u>750,000</u>	<u>750,000</u>

11. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Julian Golding (Senior Statutory Auditor)
for and on behalf of Wilkins Kennedy LLP

12. CONTINGENT LIABILITIES

The company has cross-guaranteed the overdraft of the other companies in the group. At the balance sheet date the total group balances were in debit at £24,844 (2016: £43,698 debit). This figure includes the company's own debit balance of £6,155 (2016: £16,898 debit).

**Notes to the Financial Statements - continued
For The Year Ended 30 June 2017**

13. ULTIMATE CONTROLLING PARTY

The ultimate parent company is Raytel Group Limited, a company registered in England and Wales.

The ultimate controlling party is R Lawrence by virtue of his directorship and beneficial interest in the shareholdings of Raytel Group Limited