

Company Registration No. 01141316 (England and Wales)

HARGREAVES HAMILTON GEARS LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017
PAGES FOR FILING WITH REGISTRAR

HARGREAVES HAMILTON GEARS LIMITED

COMPANY INFORMATION

Directors	Mr D N Burns Mrs C Burns
Secretary	Mrs C Burns
Company number	01141316
Registered office	Gaskell Street Works Gaskell Street Bolton BL1 2QE
Accountants	CLC Accountants & Business Advisors Limited 32 - 36 Chorley New Road Bolton Lancashire

HARGREAVES HAMILTON GEARS LIMITED

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HARGREAVES HAMILTON GEARS LIMITED**BALANCE SHEET****AS AT 31 MARCH 2017**

	Notes	2017		2016	
		£	£	£	£
Fixed assets					
Goodwill	3		143,999		161,999
Tangible assets	4		158,827		11,712
			<u>302,826</u>		<u>173,711</u>
Current assets					
Stocks		165,747		119,855	
Debtors	5	391,935		356,774	
Cash at bank and in hand		21,085		10,584	
		<u>578,767</u>		<u>487,213</u>	
Creditors: amounts falling due within one year	6	(650,903)		(454,066)	
Net current (liabilities)/assets			<u>(72,136)</u>		<u>33,147</u>
Total assets less current liabilities			230,690		206,858
Creditors: amounts falling due after more than one year	7		(65,796)		(125,933)
Provisions for liabilities			(955)		(955)
Net assets			<u>163,939</u>		<u>79,970</u>
Capital and reserves					
Called up share capital	8		1,000		1,000
Revaluation reserve	9		149,354		-
Profit and loss reserves			13,585		78,970
Total equity			<u>163,939</u>		<u>79,970</u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 March 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

HARGREAVES HAMILTON GEARS LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 MARCH 2017

The financial statements were approved by the board of directors and authorised for issue on 26 October 2017 and are signed on its behalf by:

Mr D N Burns
Director

Mrs C Burns
Director

Company Registration No. 01141316

HARGREAVES HAMILTON GEARS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies

Company information

Hargreaves Hamilton Gears Limited is a private company limited by shares incorporated in England and Wales. The registered office is Gaskell Street Works, Gaskell Street, Bolton, BL1 2QE.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

These financial statements for the year ended 31 March 2017 are the first financial statements of Hargreaves Hamilton Gears Limited prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 April 2015. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

1.2 Going concern

At the balance sheet date the company had net current liabilities of £123,529, however, the accounts have been prepared on a going concern basis as the directors have indicated their continued support for the foreseeable future.

1.3 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

When cash inflows are deferred and represent a financing arrangement, the fair value of the consideration is the present value of the future receipts. The difference between the fair value of the consideration and the nominal amount received is recognised as interest income.

1.4 Intangible fixed assets - goodwill

Acquired goodwill is written off in equal annual installments over its estimated useful economic life of 10 years.

1.5 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and machinery	straight line method at various rates
Motor vehicles	25% reducing balance

HARGREAVES HAMILTON GEARS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies

(Continued)

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.6 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

1.7 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at the lower of replacement cost and cost, adjusted where applicable for any loss of service potential.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.8 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.

1.9 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

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 company after deducting all of its liabilities.

1.10 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.11 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

HARGREAVES HAMILTON GEARS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies

(Continued)

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.12 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 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 of an employee or to provide termination benefits.

1.13 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.14 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to the profit and loss account so as to produce a constant periodic rate of interest on the remaining balance of the liability.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 12 (2016 - 12).

HARGREAVES HAMILTON GEARS LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 31 MARCH 2017****3 Intangible fixed assets**

	Goodwill
	£
Cost	
At 1 April 2016 and 31 March 2017	179,999
Amortisation and impairment	
At 1 April 2016	18,000
Amortisation charged for the year	18,000
At 31 March 2017	36,000
Carrying amount	
At 31 March 2017	143,999
At 31 March 2016	161,999

4 Tangible fixed assets

	Plant and machinery etc
	£
Cost	
At 1 April 2016	210,073
Additions	2,716
Disposals	(38,528)
At 31 March 2017	174,261
Depreciation and impairment	
At 1 April 2016	199,195
Depreciation charged in the year	2,770
Eliminated in respect of disposals	(186,531)
At 31 March 2017	15,434
Carrying amount	
At 31 March 2017	158,827
At 31 March 2016	11,712

HARGREAVES HAMILTON GEARS LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 31 MARCH 2017**

5 Debtors	2017	2016
Amounts falling due within one year:	£	£
Trade debtors	181,378	168,270
Other debtors	210,557	188,504
	<u>391,935</u>	<u>356,774</u>
	<u><u>391,935</u></u>	<u><u>356,774</u></u>
6 Creditors: amounts falling due within one year	2017	2016
	£	£
Bank loans and overdrafts	218,067	205,381
Trade creditors	98,938	80,578
Corporation tax	-	13,348
Other taxation and social security	243,010	83,627
Other creditors	90,888	71,132
	<u>650,903</u>	<u>454,066</u>
	<u><u>650,903</u></u>	<u><u>454,066</u></u>
7 Creditors: amounts falling due after more than one year	2017	2016
	£	£
Bank loans and overdrafts	65,796	125,933
	<u>65,796</u>	<u>125,933</u>
	<u><u>65,796</u></u>	<u><u>125,933</u></u>
8 Called up share capital	2017	2016
	£	£
Ordinary share capital Issued and fully paid		
1,000 Ordinary shares of £1 each	1,000	1,000
	<u>1,000</u>	<u>1,000</u>
	<u><u>1,000</u></u>	<u><u>1,000</u></u>
9 Revaluation reserve	2017	2016
	£	£
At beginning of year	-	-
Revaluation surplus arising in the year	149,354	-
	<u>149,354</u>	<u>-</u>
At end of year	<u>149,354</u>	<u>-</u>
	<u><u>149,354</u></u>	<u><u>-</u></u>

HARGREAVES HAMILTON GEARS LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 31 MARCH 2017****10 Directors' transactions**

Dividends totalling £43,380 (2016 - £43,200) were paid in the year in respect of shares held by the company's directors.

Interest free loans have been granted by the company to its directors as follows:

Description	% Rate	Opening balance £	Amounts advanced £	Amounts repaid £	Closing balance £
Directors Loan Account	-	16,499	4,625	(25,580)	(4,456)
		<u>16,499</u>	<u>4,625</u>	<u>(25,580)</u>	<u>(4,456)</u>
		<u><u>16,499</u></u>	<u><u>4,625</u></u>	<u><u>(25,580)</u></u>	<u><u>(4,456)</u></u>

