

OMEGA SIGNS LIMITED
STRATEGIC REPORT, REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2018

Thomas Coombs Limited
Statutory Auditor
Chartered Accountants
3365 The Pentagon
Century Way
Thorpe Park
Leeds
West Yorkshire
LS15 8ZB

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FOR THE YEAR ENDED 31ST DECEMBER 2018**

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DIRECTORS:	A R Timmermans Mrs. M A Chapman A P Stirling P Gains D J Chapman M R Timmermans B Dennehy C Norfolk
SECRETARY:	A P Stirling
REGISTERED OFFICE:	Newmarket Approach Leeds LS9 0RJ
REGISTERED NUMBER:	02683286 (England and Wales)
AUDITORS:	Thomas Coombs Limited Statutory Auditor Chartered Accountants 3365 The Pentagon Century Way Thorpe Park Leeds West Yorkshire LS15 8ZB
BANKERS:	HSBC Bank Plc 7 Prospect Crescent Harrogate North Yorkshire HG1 1RN

**STRATEGIC REPORT
FOR THE YEAR ENDED 31ST DECEMBER 2018**

The Directors report the financial results for our year ending 31 December 2018.

The financial results reflect the challenging conditions seen throughout the market place and the wider economy in the period to December 2018. A number of factors, especially the "Brexit" effect have led to a toughening economy and a high degree of uncertainty, which has impacted on our customers and their investment plans. This in turn has impacted on the marketplace as a whole resulting in a very competitive environment. Strategically, we have rolled out a number of initiatives to combat this and are beginning to see the benefits. We continue to invest in the business and our people to ensure efficiency whilst maintaining our industry leading levels of quality and service. This will continue to be the driver and focus of the business as we return to growth and profitability. A large part of this future business investment in 2018 was in research and development in new products and technologies. The majority of this work relates to new customer contracts that span the forthcoming 3 years, although the associated R&D costs have been digested upfront. The business retains its inherent strength with a flexible and wide ranging skill base, and is pleased to report a strengthened balance sheet and debt free financial position.

We continue to operate across a number of market sectors to provide stability and limit exposure and furthered this during 2018 by diversifying into new sectors and new customers. This will provide a solid base for future growth and increased performance. These are economically unprecedented times but the directors are confident that we have the right plans and people in place to emerge stronger.

Once again, we must acknowledge the extraordinary efforts our employees have made this year. They have once again stepped up to the challenges set and have surpassed all expectations. Our sincere thanks and appreciation goes out to them all.

PRINCIPAL RISKS AND UNCERTAINTIES

Price risk

The company mainly uses short term matched contracts with suppliers and customers to manage its exposure to variation in market prices. There are a small number of long term contracts with customers where the majority of costs are incurred at an early stage minimizing the inherent risk in them.

Exchange rates

The company uses a combination of spot purchases and forward contracts to manage its exchange rate risk.

Credit risk

The company mainly trades with long standing customers. The nature of these relationships assists management on controlling credit risk in addition to normal credit management process.

Liquidity risk

Management control and monitor the company's cash flow on a regular basis including forecasting future cash values.

ON BEHALF OF THE BOARD:

A P Stirling - Director

23rd August 2019

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31ST DECEMBER 2018**

The directors present their report with the financial statements of the company for the year ended 31st December 2018.

DIVIDENDS

The total distribution of dividends for the period ended 31st December 2018 was £Nil (2017: £14,083)

DIRECTORS

The directors shown below have held office during the whole of the period from 1st January 2018 to the date of this report.

A R Timmermans
Mrs. M A Chapman
A P Stirling
P Gains
D J Chapman
M R Timmermans
B Dennehy

Other changes in directors holding office are as follows:

C Norfolk was appointed as a director after 31st December 2018 but prior to the date of this report.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Thomas Coombs Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

A P Stirling - Director

23rd August 2019

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF OMEGA SIGNS LIMITED

Opinion

We have audited the financial statements of Omega Signs Limited (the 'company') for the year ended 31st December 2018 which comprise the Statement of Comprehensive Income, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Notes to the Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31st December 2018 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF OMEGA SIGNS LIMITED

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Stuart Adam FCA (Senior Statutory Auditor)
for and on behalf of Thomas Coombs Limited
Statutory Auditor
Chartered Accountants
3365 The Pentagon
Century Way
Thorpe Park
Leeds
West Yorkshire
LS15 8ZB

23rd August 2019

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31ST DECEMBER 2018

	Notes	2018 £	2017 £
TURNOVER		12,160,602	13,615,226
Cost of sales		<u>8,658,689</u>	<u>9,702,872</u>
GROSS PROFIT		3,501,913	3,912,354
Administrative expenses		<u>3,747,072</u>	<u>3,637,599</u>
		(245,159)	274,755
Other operating income		<u>(1,403)</u>	<u>1,047</u>
OPERATING (LOSS)/PROFIT	4	(246,562)	275,802
Interest payable and similar expenses	5	<u>852</u>	<u>355</u>
(LOSS)/PROFIT BEFORE TAXATION		(247,414)	275,447
Tax on (loss)/profit	6	<u>(314,155)</u>	<u>57,877</u>
PROFIT FOR THE FINANCIAL YEAR		66,741	217,570
OTHER COMPREHENSIVE INCOME		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		66,741	217,570

The notes form part of these financial statements

BALANCE SHEET
31ST DECEMBER 2018

	Notes	2018 £	£	2017 £	£
FIXED ASSETS					
Tangible assets	8		229,292		306,497
Investments	9		<u>10,000</u>		<u>10,000</u>
			239,292		316,497
CURRENT ASSETS					
Stocks	10	716,787		918,964	
Debtors	11	4,165,601		3,597,826	
Cash at bank		<u>344,584</u>		<u>196,032</u>	
		5,226,972		4,712,822	
CREDITORS					
Amounts falling due within one year	12	<u>3,289,604</u>		<u>2,902,519</u>	
NET CURRENT ASSETS			1,937,368		1,810,303
TOTAL ASSETS LESS CURRENT LIABILITIES			2,176,660		2,126,800
CREDITORS					
Amounts falling due after more than one year	13		-		(10,500)
PROVISIONS FOR LIABILITIES	16		<u>(16,683)</u>		<u>(23,064)</u>
NET ASSETS			<u>2,159,977</u>		<u>2,093,236</u>
CAPITAL AND RESERVES					
Called up share capital	17		30,400		30,400
Retained earnings	18		<u>2,129,577</u>		<u>2,062,836</u>
SHAREHOLDERS' FUNDS			<u>2,159,977</u>		<u>2,093,236</u>

The financial statements were approved by the Board of Directors on 23rd August 2019 and were signed on its behalf by:

D J Chapman - Director

A P Stirling - Director

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31ST DECEMBER 2018**

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1st January 2017	30,400	1,859,349	1,889,749
Changes in equity			
Dividends	-	(14,083)	(14,083)
Total comprehensive income	-	217,570	217,570
Balance at 31st December 2017	<u>30,400</u>	<u>2,062,836</u>	<u>2,093,236</u>
Changes in equity			
Total comprehensive income	-	66,741	66,741
Balance at 31st December 2018	<u>30,400</u>	<u>2,129,577</u>	<u>2,159,977</u>

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST DECEMBER 2018

		2018	2017
	Notes	£	£
Cash flows from operating activities			
Cash generated from operations	1	244,621	(126,293)
Interest paid		(852)	(355)
Tax paid		(54,454)	(40,585)
Net cash from operating activities		189,315	(167,233)
Cash flows from investing activities			
Purchase of tangible fixed assets		(32,763)	(102,340)
Sale of tangible fixed assets		-	5,518
Net cash from investing activities		(32,763)	(96,822)
Cash flows from financing activities			
Capital repayments in year		-	28,500
Amount withdrawn by directors		(8,000)	(15,000)
Equity dividends paid		-	(14,083)
Net cash from financing activities		(8,000)	(583)
Increase/(decrease) in cash and cash equivalents		148,552	(264,638)
Cash and cash equivalents at beginning of year	2	196,032	460,670
Cash and cash equivalents at end of year	2	344,584	196,032

The notes form part of these financial statements

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST DECEMBER 2018**
1. RECONCILIATION OF (LOSS)/PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	2018	2017
	£	£
(Loss)/profit before taxation	(247,414)	275,447
Depreciation charges	109,968	112,368
Profit on disposal of fixed assets	-	(5,508)
Finance costs	852	355
	(136,594)	382,662
Decrease/(increase) in stocks	202,177	(132,120)
Increase in trade and other debtors	(252,000)	(1,638,945)
Increase in trade and other creditors	431,038	1,262,110
Cash generated from operations	244,621	(126,293)

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31st December 2018

	31/12/18	1/1/18
	£	£
Cash and cash equivalents	344,584	196,032

Year ended 31st December 2017

	31/12/17	1/1/17
	£	£
Cash and cash equivalents	196,032	460,670

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2018**

1. STATUTORY INFORMATION

Omega Signs 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 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.

Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided to write off the cost less the estimated residual of tangible fixed assets by equal instalments over their estimated useful economic lives as follows:

Short leasehold	- 5% on cost
Plant and machinery, fixtures and fittings, motor vehicles	- 25% on cost
Computer equipment	- 33% on cost

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 Statement of Comprehensive Income, 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.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2018

2. ACCOUNTING POLICIES - continued

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.

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.

Assets acquired under finance leases are capitalised and depreciated over the shorter of the lease term and the expected useful life of the asset. Minimum lease payments are apportioned between the finance charge and the reduction of the outstanding lease liability using the effective interest method. The related obligations, net of future finance charges, are included in creditors.

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.

Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

3. EMPLOYEES AND DIRECTORS

	2018	2017
	£	£
Wages and salaries	3,384,292	3,289,120
Other pension costs	202,997	202,569
	<u>3,587,289</u>	<u>3,491,689</u>

The average number of employees during the year was as follows:

	2018	2017
Management	6	6
Administration	77	77
	<u>83</u>	<u>83</u>

	2018	2017
	£	£
Directors' remuneration	<u>628,703</u>	<u>600,716</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>6</u>	<u>6</u>
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NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2018

3. EMPLOYEES AND DIRECTORS - continued

Information regarding the highest paid director is as follows:

	2018	2017
	£	£
Emoluments etc	<u>165,462</u>	<u>148,921</u>

4. OPERATING (LOSS)/PROFIT

The operating loss (2017 - operating profit) is stated after charging/(crediting):

	2018	2017
	£	£
Other operating leases	130,000	130,000
Depreciation - owned assets	99,343	106,702
Depreciation - assets on hire purchase contracts	10,625	5,666
Profit on disposal of fixed assets	-	(5,508)
Auditors' remuneration	11,780	11,200
Foreign exchange differences	<u>1,403</u>	<u>(1,047)</u>

5. INTEREST PAYABLE AND SIMILAR EXPENSES

	2018	2017
	£	£
Hire purchase interest	<u>852</u>	<u>355</u>

6. TAXATION**Analysis of the tax (credit)/charge**

The tax (credit)/charge on the loss for the year was as follows:

	2018	2017
	£	£
Current tax:		
UK corporation tax	(99,661)	54,453
Prior year tax over provision	<u>(208,113)</u>	<u>-</u>
Total current tax	(307,774)	54,453
Deferred tax	<u>(6,381)</u>	<u>3,424</u>
Tax on (loss)/profit	<u>(314,155)</u>	<u>57,877</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2018

6. TAXATION - continued**Reconciliation of total tax (credit)/charge included in profit and loss**

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2018 £	2017 £
(Loss)/profit before tax	<u>(247,414)</u>	<u>275,447</u>
(Loss)/profit multiplied by the standard rate of corporation tax in the UK of 19% (2017 - 19.247%)	(47,009)	53,015
Effects of:		
Expenses not deductible for tax purposes	2,325	3,140
Capital allowances in excess of depreciation	-	(641)
Depreciation in excess of capital allowances	12,575	-
Enhanced reliefs	(269,673)	-
(Profit)/Loss on disposal of assets	-	(1,061)
Change in tax rate	(5,992)	-
Deferred tax	(6,381)	3,424
Total tax (credit)/charge	<u>(314,155)</u>	<u>57,877</u>

7. DIVIDENDS

	2018 £	2017 £
Ordinary shares of 1 each		
Interim	<u>-</u>	<u>14,083</u>

8. TANGIBLE FIXED ASSETS

	Short leasehold £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1st January 2018	553,172	470,727	383,379	40,380	1,447,658
Additions	-	29,672	3,091	-	32,763
Disposals	-	-	(5,076)	-	(5,076)
At 31st December 2018	<u>553,172</u>	<u>500,399</u>	<u>381,394</u>	<u>40,380</u>	<u>1,475,345</u>
DEPRECIATION					
At 1st January 2018	439,829	334,277	332,564	34,491	1,141,161
Charge for year	31,203	40,501	32,375	5,889	109,968
Eliminated on disposal	-	-	(5,076)	-	(5,076)
At 31st December 2018	<u>471,032</u>	<u>374,778</u>	<u>359,863</u>	<u>40,380</u>	<u>1,246,053</u>
NET BOOK VALUE					
At 31st December 2018	<u>82,140</u>	<u>125,621</u>	<u>21,531</u>	<u>-</u>	<u>229,292</u>
At 31st December 2017	<u>113,343</u>	<u>136,450</u>	<u>50,815</u>	<u>5,889</u>	<u>306,497</u>

Included in the total net book value of plant and machinery was £26,209 (2017- £36,834) in respect of assets held under finance leases.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2018

9. FIXED ASSET INVESTMENTS

Shares in
group
undertakings
£**COST**At 1st January 2018
and 31st December 201810,000**NET BOOK VALUE**At 31st December 2018
At 31st December 201710,00010,000

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

Mydaton Limited

Registered office: Newmarket Approach, Leeds, LS9 0RJ

Nature of business: Dormant

Class of shares:	%
Ordinary	holding 100.00

10. STOCKS

	2018 £	2017 £
Raw materials	298,654	301,038
Work-in-progress	197,147	351,138
Finished goods	220,986	266,788
	<u>716,787</u>	<u>918,964</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade debtors	3,665,897	3,471,349
Amounts recoverable on contract	74,279	46,799
Directors' loan accounts	23,000	15,000
Tax	307,775	-
Prepayments and accrued income	94,650	64,678
	<u>4,165,601</u>	<u>3,597,826</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Hire purchase contracts (see note 14)	10,500	18,000
Trade creditors	2,362,948	2,031,619
Corporation Tax	-	54,453
Social security and other taxes	77,700	79,843
VAT	369,503	267,425
Other creditors	10,088	10,000
Accruals and deferred income	458,865	441,179
	<u>3,289,604</u>	<u>2,902,519</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2018

13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2018	2017
	£	£
Hire purchase contracts (see note 14)	<u>-</u>	<u>10,500</u>

14. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2018	2017
	£	£
Net obligations repayable:		
Within one year	10,500	18,000
Between one and five years	<u>-</u>	<u>10,500</u>
	<u>10,500</u>	<u>28,500</u>

Non-cancellable operating leases

			Land and Buildings 2018	Other 2018	Land and Buildings 2017	Other 2017
	£	£	£	£		
Within one year			-	-	-	-
Between one and five years			357,500	34,744	487,500	-
In more than five years			<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
			<u>357,500</u>	<u>34,744</u>	<u>487,500</u>	<u>-</u>

15. SECURED DEBTS

The following secured debts are included within creditors:

	2018	2017
	£	£
Hire purchase contracts	<u>10,500</u>	<u>28,500</u>

Security on the hire purchase contracts is held on the assets they relate to.

16. PROVISIONS FOR LIABILITIES

	2018	2017
	£	£
Deferred tax	<u>16,683</u>	<u>23,064</u>
		Deferred tax
		£
Balance at 1st January 2018		23,064
Provided during year		<u>(6,381)</u>
Balance at 31st December 2018		<u>16,683</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2018

17. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal value:	2018	2017
Number:	Class:		£	£
30,000	Ordinary	1	30,000	30,000
400	Ordinary A - E	1	400	400
			<u>30,400</u>	<u>30,400</u>

The A - E Ordinary shares have no voting rights.

18. RESERVES

	Retained earnings £
At 1st January 2018	2,062,836
Profit for the year	<u>66,741</u>
At 31st December 2018	<u>2,129,577</u>

19. CONTINGENT LIABILITIES

On 2nd November 1992 the company entered into an agreement with HSBC Bank plc. HSBC Bank plc holds a fixed and floating charge over the assets of the company.

On 24th October 2003 the company entered into an agreement with HSBC Bank plc. HSBC Bank plc holds a debenture including a fixed charge over the leasehold property.

20. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 31st December 2018 and 31st December 2017:

	2018 £	2017 £
D J Chapman		
Balance outstanding at start of year	15,000	-
Amounts advanced	-	15,000
Amounts repaid	-	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>15,000</u>	<u>15,000</u>
M R Timmermans		
Balance outstanding at start of year	-	-
Amounts advanced	8,000	-
Amounts repaid	-	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>8,000</u>	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2018

21. **RELATED PARTY DISCLOSURES**

Luxford Trust and M N Chapman 2006/1-4 Trusts

Trusts in which some of the directors are trustees.

During the year the company paid rent under a 20 year lease to these trusts of £130,000 (2017: £130,000).

22. **CONTROLLING PARTY**

In the opinion of the directors, the company is controlled by members of the Timmermans and Chapman families and related family trusts.

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.