

A. P. Patterns Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 August 2018

D C Accounting Solutions Limited
Chartered Accountants and Business Advisers
Heron House,
39-41 Higher Bents Lane,
Bredbury,
Stockport
SK6 1EE

A. P. Patterns Limited

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A. P. Patterns Limited

Company Information

Director Mr Paul Standen

**Company
secretary** Mr Anthony Mottram

Registered office Unit 7 - 8
Clarendon Industrial Estate
Hyde
Cheshire
SK14 2EW

Accountants D C Accounting Solutions Limited
Chartered Accountants and Business Advisers
Heron House,
39-41 Higher Bents Lane,
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**Chartered Accountants' Report to the Director on the Preparation of the
Unaudited Statutory Accounts of
A. P. Patterns Limited
for the Year Ended 31 August 2018**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of A. P. Patterns Limited for the year ended 31 August 2018 as set out on pages [3](#) to [12](#) from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of A. P. Patterns Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of A. P. Patterns Limited and state those matters that we have agreed to state to the Board of Directors of A. P. Patterns Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than A. P. Patterns Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that A. P. Patterns Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of A. P. Patterns Limited. You consider that A. P. Patterns Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of A. P. Patterns Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

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D C Accounting Solutions Limited
Chartered Accountants and Business Advisers
Heron House,
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SK6 1EE

14 February 2019

A. P. Patterns Limited

Statement of Comprehensive Income for the Year Ended 31 August 2018

	Note	2018 £	2017 £
Profit for the year		<u>192,665</u>	<u>353,323</u>
Total comprehensive income for the year		<u><u>192,665</u></u>	<u><u>353,323</u></u>

The notes on pages [7](#) to [12](#) form an integral part of these financial statements.

A. P. Patterns Limited

(Registration number: 03552731) Balance Sheet as at 31 August 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	5	271,721	295,977
Current assets			
Stocks	6	75,957	57,559
Debtors	7	553,805	771,830
Cash at bank and in hand		11,511	1,370
		<hr/> 641,273	<hr/> 830,759
Creditors: Amounts falling due within one year	8	<hr/> (319,886)	<hr/> (449,844)
Net current assets		<hr/> 321,387	<hr/> 380,915
Total assets less current liabilities		593,108	676,892
Creditors: Amounts falling due after more than one year	8	(55,675)	(69,930)
Provisions for liabilities		<hr/> (38,472)	<hr/> (50,666)
Net assets		<hr/> 498,961	<hr/> 556,296
Capital and reserves			
Called up share capital		10,000	10,000
Profit and loss account		<hr/> 488,961	<hr/> 546,296
Total equity		<hr/> 498,961	<hr/> 556,296

For the financial year ending 31 August 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

The notes on pages [7](#) to [12](#) form an integral part of these financial statements.

A. P. Patterns Limited

**(Registration number: 03552731)
Balance Sheet as at 31 August 2018**

Approved and authorised by the director on 11 February 2019

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Mr Paul Standen

Director

The notes on pages [7](#) to [12](#) form an integral part of these financial statements.

A. P. Patterns Limited

Statement of Changes in Equity for the Year Ended 31 August 2018

	Share capital £	Profit and loss account £	Total £
At 1 September 2017	10,000	546,296	556,296
Profit for the year	-	192,665	192,665
Total comprehensive income	-	192,665	192,665
Dividends	-	(250,000)	(250,000)
At 31 August 2018	10,000	488,961	498,961
	Share capital £	Profit and loss account £	Total £
At 1 September 2016	10,000	428,973	438,973
Profit for the year	-	353,323	353,323
Total comprehensive income	-	353,323	353,323
Dividends	-	(236,000)	(236,000)
At 31 August 2017	10,000	546,296	556,296

The notes on pages [7](#) to [12](#) form an integral part of these financial statements.

A. P. Patterns Limited

Notes to the Financial Statements for the Year Ended 31 August 2018

1 General information

The company is a private company limited by share capital incorporated in England and Wales.

The address of its registered office is:

Unit 7 - 8
Clarendon Industrial Estate
Hyde
Cheshire
SK14 2EW

These financial statements were authorised for issue by the director on 11 February 2019.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Motor vehicles	25% reducing balance
Plant and machinery	15% reducing balance
Furniture and fittings	15% reducing balance

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

A. P. Patterns Limited

Notes to the Financial Statements for the Year Ended 31 August 2018

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
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	10% straight line
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Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

A. P. Patterns Limited

Notes to the Financial Statements for the Year Ended 31 August 2018

Leases

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

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 21 (2017 - 22).

A. P. Patterns Limited

Notes to the Financial Statements for the Year Ended 31 August 2018

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 September 2017	100,000	100,000
At 31 August 2018	100,000	100,000
Amortisation		
At 1 September 2017	100,000	100,000
At 31 August 2018	100,000	100,000
Carrying amount		
At 31 August 2018	-	-

The aggregate amount of research and development expenditure recognised as an expense during the period is £Nil (2017 - £Nil).

5 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Other property, plant and equipment £
Cost or valuation				
At 1 September 2017	8,450	56,786	32,208	787,942
Additions	-	-	21,328	4,950
At 31 August 2018	8,450	56,786	53,536	792,892
Depreciation				
At 1 September 2017	-	43,142	18,903	527,364
Charge for the year	-	2,046	8,659	39,829
At 31 August 2018	-	45,188	27,562	567,193
Carrying amount				
At 31 August 2018	8,450	11,598	25,974	225,699
At 31 August 2017	8,450	13,644	13,305	260,578

A. P. Patterns Limited

Notes to the Financial Statements for the Year Ended 31 August 2018

	Total £
Cost or valuation	
At 1 September 2017	885,386
Additions	<u>26,278</u>
At 31 August 2018	<u>911,664</u>
Depreciation	
At 1 September 2017	589,409
Charge for the year	<u>50,534</u>
At 31 August 2018	<u>639,943</u>
Carrying amount	
At 31 August 2018	<u><u>271,721</u></u>
At 31 August 2017	<u><u>295,977</u></u>

Included within the net book value of land and buildings above is £8,450 (2017 - £8,450) in respect of short leasehold land and buildings.

6 Stocks

	2018 £	2017 £
Raw materials and consumables	53,410	37,150
Work in progress	<u>22,547</u>	<u>20,409</u>
	<u><u>75,957</u></u>	<u><u>57,559</u></u>

7 Debtors

	2018 £	2017 £
Trade debtors	545,661	761,766
Other debtors	<u>8,144</u>	<u>10,064</u>
Total current trade and other debtors	<u><u>553,805</u></u>	<u><u>771,830</u></u>

8 Creditors

A. P. Patterns Limited

Notes to the Financial Statements for the Year Ended 31 August 2018

	Note	2018 £	2017 £
Due within one year			
Bank loans and overdrafts	9	72,494	104,330
Trade creditors		89,908	66,918
Amounts owed to group undertakings and undertakings in which the company has a participating interest		12,672	3,638
Taxation and social security		58,302	133,672
Other creditors		86,510	141,286
		<u>319,886</u>	<u>449,844</u>

Due after one year			
Loans and borrowings	9	<u>55,675</u>	<u>69,930</u>

9 Loans and borrowings

	2018 £	2017 £
Non-current loans and borrowings		
Finance lease liabilities	<u>55,675</u>	<u>69,930</u>

	2018 £	2017 £
Current loans and borrowings		
Bank overdrafts	38,139	60,439
Finance lease liabilities	<u>34,355</u>	<u>43,891</u>
	<u>72,494</u>	<u>104,330</u>

10 Dividends

Interim dividends paid

	2018 £	2017 £
Interim dividend of £25 (2017 - £23.60) per each Ordinary share	250,000	236,000.00
	<u>250,000</u>	<u>236,000.00</u>

11 Financial commitments, guarantees and contingencies

The total amount of financial commitments not included in the balance sheet is £Nil (2017 - £28,583).