

**REGISTERED NUMBER: 04774091 (England and Wales)**

**EKM SYSTEMS LIMITED**

**UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MAY 2019**

Corporate Accountancy Solutions Limited  
Georges Court  
Chestergate  
Macclesfield  
Cheshire  
SK11 6DP

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FOR THE YEAR ENDED 31ST MAY 2019**

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**EKM SYSTEMS LIMITED**  
**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 31ST MAY 2019**

**DIRECTOR:** A Chesworth

**SECRETARY:** Mrs J Chesworth

**REGISTERED OFFICE:** Caxton Road  
Fulwood  
Preston  
Lancashire  
PR2 9ZB

**REGISTERED NUMBER:** 04774091 (England and Wales)

**ACCOUNTANTS:** Corporate Accountancy Solutions Limited  
Georges Court  
Chestergate  
Macclesfield  
Cheshire  
SK11 6DP

**BALANCE SHEET**  
**31ST MAY**  
**2019**

	Notes	2019 £	£	2018 £	£
<b>FIXED ASSETS</b>					
Intangible assets	4		18,169		36,335
Tangible assets	5		<u>1,915,101</u>		<u>2,307,281</u>
			1,933,270		2,343,616
<b>CURRENT ASSETS</b>					
Debtors	6	1,596,217		1,078,677	
Cash at bank		<u>404,998</u>		<u>243,471</u>	
		2,001,215		1,322,148	
<b>CREDITORS</b>					
Amounts falling due within one year	7	<u>1,578,066</u>		<u>1,683,628</u>	
<b>NET CURRENT ASSETS/(LIABILITIES)</b>			<u>423,149</u>		<u>(361,480)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			2,356,419		1,982,136
<b>CREDITORS</b>					
Amounts falling due after more than one year	8		(554,102)		(74,853)
<b>PROVISIONS FOR LIABILITIES</b>			<u>(160,056)</u>		<u>(160,056)</u>
<b>NET ASSETS</b>			<u>1,642,261</u>		<u>1,747,227</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital			100		100
Retained earnings			<u>1,642,161</u>		<u>1,747,127</u>
			<u>1,642,261</u>		<u>1,747,227</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st May 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31st May 2019 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and
- (a) 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the
- (b) requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

**BALANCE SHEET -  
continued  
31ST MAY  
2019**

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

In accordance with Section 444 of the Companies Act 2006, the Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the director on 28th February 2020 and were signed by:

A Chesworth - Director

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST MAY 2019**

**1. STATUTORY INFORMATION**

EKM Systems 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" including the provisions of Section 1A "Small Entities" 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.

**Intangible assets**

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Development costs are being amortised evenly over their estimated useful life of nil years.

**Tangible fixed assets**

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

Land and buildings	- 10% on cost and 2% on cost
Plant and machinery etc	- 33% on cost, 25% on reducing balance, 15% on reducing balance and 10% on cost

**Financial instruments**

The following assets and liabilities are classified as financial instruments - trade debtors, trade creditors, bank loans, and directors' loans.

Bank loans are initially measured at the present value of future payments, discounted at a market rate of interest, and subsequently at amortised cost using the effective interest method.

Directors' loans (being payable on demand), trade debtors and trade creditors are measured at the undiscounted amount of the cash consideration expected to be paid or received.

Financial assets that are measured at amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Income Statement.

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, 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.

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31ST MAY 2019

2. ACCOUNTING POLICIES - continued

**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.

**Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 73 (2018 - 74 ).

4. INTANGIBLE FIXED ASSETS

	Other intangible assets £
<b>COST</b>	
At 1st June 2018 and 31st May 2019	<u>181,663</u>
<b>AMORTISATION</b>	
At 1st June 2018	145,328
Charge for year	<u>18,166</u>
At 31st May 2019	<u>163,494</u>
<b>NET BOOK VALUE</b>	
At 31st May 2019	<u>18,169</u>
At 31st May 2018	<u>36,335</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31ST MAY 2019**

**5. TANGIBLE FIXED ASSETS**

	Land and buildings £	Plant and machinery etc £	Totals £
<b>COST</b>			
At 1st June 2018	1,894,815	1,700,238	3,595,053
Additions	-	25,496	25,496
Disposals	<u>(86,409)</u>	<u>-</u>	<u>(86,409)</u>
At 31st May 2019	<u>1,808,406</u>	<u>1,725,734</u>	<u>3,534,140</u>
<b>DEPRECIATION</b>			
At 1st June 2018	395,246	892,526	1,287,772
Charge for year	161,483	187,066	348,549
Eliminated on disposal	<u>(17,282)</u>	<u>-</u>	<u>(17,282)</u>
At 31st May 2019	<u>539,447</u>	<u>1,079,592</u>	<u>1,619,039</u>
<b>NET BOOK VALUE</b>			
At 31st May 2019	<u>1,268,959</u>	<u>646,142</u>	<u>1,915,101</u>
At 31st May 2018	<u>1,499,569</u>	<u>807,712</u>	<u>2,307,281</u>

**6. DEBTORS**

	2019 £	2018 £
Amounts falling due within one year:		
Trade debtors	767,554	915,771
Other debtors	<u>289,650</u>	<u>162,906</u>
	<u>1,057,204</u>	<u>1,078,677</u>
Amounts falling due after more than one year:		
Other debtors	<u>539,013</u>	<u>-</u>
Aggregate amounts	<u>1,596,217</u>	<u>1,078,677</u>

**7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2019 £	2018 £
Bank loans and overdrafts	32,417	20,300
Hire purchase contracts	34,735	78,993
Trade creditors	1,003,187	1,212,413
Taxation and social security	358,015	194,576
Other creditors	<u>149,712</u>	<u>177,346</u>
	<u>1,578,066</u>	<u>1,683,628</u>



**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31ST MAY 2019**

**8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE  
THAN ONE  
YEAR**

	2019	2018
	£	£
Bank loans	13,257	55,204
Hire purchase contracts	1,832	19,649
Taxation and social security	<u>539,013</u>	<u>-</u>
	<u>554,102</u>	<u>74,853</u>