

**Abbreviated Unaudited Accounts
for the Year Ended 30 September 2016
for
MICROSS LOGIC LIMITED**

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for the year ended 30 September 2016**

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DIRECTORS:

G Morgan
D N O Williams
T R Widdows
N J Williams

SECRETARY:

P G Hannah

REGISTERED OFFICE:

The Maltings
East Tyndall Street
Cardiff
CF24 5EA

REGISTERED NUMBER:

08105922 (England and Wales)

ACCOUNTANTS:

KTS OWENS THOMAS LIMITED
Ceffyl Gwyn Chambers
3 Victoria Square
Aberdare
CF44 7LA`

Abbreviated Balance Sheet
30 September 2016

	Notes	2016 £	2015 £
FIXED ASSETS			
Intangible assets	2	4,500	10,500
Tangible assets	3	<u>124,965</u>	<u>75,904</u>
		<u>129,465</u>	<u>86,404</u>
CURRENT ASSETS			
Stocks		3,175	10,226
Debtors		454,286	320,436
Cash at bank and in hand		<u>279</u>	<u>425</u>
		457,740	331,087
CREDITORS			
Amounts falling due within one year	4	(470,062)	(344,721)
NET CURRENT LIABILITIES		<u>(12,322)</u>	<u>(13,634)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		117,143	72,770
CREDITORS			
Amounts falling due after more than one year	4	(339,315)	(269,789)
NET LIABILITIES		<u>(222,172)</u>	<u>(197,019)</u>
CAPITAL AND RESERVES			
Called up share capital	5	1	1
Profit and loss account		<u>(222,173)</u>	<u>(197,020)</u>
SHAREHOLDERS' FUNDS		<u>(222,172)</u>	<u>(197,019)</u>

The notes form part of these abbreviated accounts

Abbreviated Balance Sheet - continued
30 September 2016

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 September 2016.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2016 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 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 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.
- (b)

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 3 March 2017 and were signed on its behalf by:

G Morgan - Director

**Notes to the Abbreviated Accounts
for the year ended 30 September 2016**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Exemption from preparing a cash flow statement

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover and revenue recognition

Turnover represents net invoiced sales of goods and provision of services, excluding value added tax. Revenue from equipment sales is recognised when the goods are despatched and the risks and rewards of ownership transfer to the customer. Service revenue is recognised in the period to which it relates.

Intangible assets - goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2012 is being amortised evenly over its estimated useful life of 5 years. Provision is made for any impairment.

Intangible assets - intellectual property

Intellectual property is included at cost and amortised in equal annual instalments over a period of 5 years, which is its estimated useful economic life. Provision is made for any impairment.

Tangible fixed assets

Tangible fixed assets are stated at cost, net of depreciation and any provision for impairment. Depreciation is provided at the following rates in order to write off each asset over its useful life or, if held under a finance lease over the lease term, whichever is shorter.

Fixtures and fittings	- 20% straight line
Motor vehicles	- 33% reducing balance
Computer equipment	- 33% straight line

Stocks

Stocks relate to pre-paid software licences and are valued at the lower of cost and net realisable value. Provision is made for obsolete and slow-moving items.

Deferred tax

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

Deferred tax assets are recognised only to the extent that the directors consider it is more than likely than not there will be suitable taxable profits from which the future reversal of underlying timing differences can be deducted.

**Notes to the Abbreviated Accounts - continued
for the year ended 30 September 2016**

1. ACCOUNTING POLICIES - continued

Hire purchase and lease 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 shorter. The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

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

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 the profit and loss account in the period to which they relate.

Going concern

During the period, the company recorded a pre-tax loss of £28,242 (2015: £101,829) and has both net current and overall net liabilities at the balance sheet date. The company is financed through cash generated from operations, hire purchase finance, finance provided by its immediate parent undertaking, Techsol Group Limited and its bankers in order to meet its financial liabilities as they fall due.

Techsol Group Limited has pledged its support for at least 12 months from the date of signing these financial statements and the company's bankers, HSBC Bank Plc, have also extended the company's bank facility until 31 August 2017.

The directors have assessed the company's financial position at the balance sheet date, taking into account the factors noted above and have concluded that the company has sufficient resources in order to meet its financial liabilities as they fall due. Consequently, the directors have prepared the financial statements on the going concern basis.

**Notes to the Abbreviated Accounts - continued
for the year ended 30 September 2016**

2. INTANGIBLE FIXED ASSETS

**Total
£**

COST

At 1 October 2015
and 30 September 2016

30,000

AMORTISATION

At 1 October 2015
Amortisation for year
At 30 September 2016

19,500

6,000

25,500

NET BOOK VALUE

At 30 September 2016
At 30 September 2015

4,500

10,500

3. TANGIBLE FIXED ASSETS

**Total
£**

COST

At 1 October 2015
Additions
Disposals
At 30 September 2016

108,570

94,844

(3,931)

199,483

DEPRECIATION

At 1 October 2015
Charge for year
Eliminated on disposal
At 30 September 2016

32,666

44,760

(2,908)

74,518

NET BOOK VALUE

At 30 September 2016
At 30 September 2015

124,965

75,904

4. CREDITORS

Creditors include an amount of £ 283,570 (2015 - £ 150,030) for which security has been given.

**Notes to the Abbreviated Accounts - continued
for the year ended 30 September 2016**

5. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:
Number: Class:

		Nominal value: £1	2016 £ <u>1</u>	2015 £ <u>1</u>
1	Ordinary			

6. ULTIMATE PARENT COMPANY

The company's ultimate parent company is Techsol Group Limited (previously known as Micross Group Limited), a company incorporated in England and Wales which owns 100% of the company's issued share capital. The majority shareholder of Techsol Group Limited is Mr D N O Williams who owns 75% of the issued share capital.