

REGISTERED NUMBER: 01804212 (England and Wales)

Unaudited Financial Statements for the Year Ended 31 May 2017

for

PEM Limited

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for the Year Ended 31 May 2017**

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PEM Limited

**Company Information
for the Year Ended 31 May 2017**

DIRECTORS:

P Mitchell
Mrs E Mitchell

REGISTERED OFFICE:

Edge Hill Farm
Howle Hill
Ross on Wye
Herefordshire
HR9 5SP

REGISTERED NUMBER:

01804212 (England and Wales)

ACCOUNTANTS:

Hale Jackson Knight Ltd
Montague House
4 St Mary's Street
Ross-on-Wye
Herefordshire
HR9 5HT

**Balance Sheet
31 May 2017**

	Notes	2017		2016	
		£	£	£	£
FIXED ASSETS					
Intangible assets	4		-		625
Tangible assets	5		25,597		34,146
Investments	6		1		1
			<u>25,598</u>		<u>34,772</u>
CURRENT ASSETS					
Stocks		81,219		52,471	
Debtors	7	299,596		246,756	
Cash at bank and in hand		<u>425,958</u>		<u>388,290</u>	
		<u>806,773</u>		<u>687,517</u>	
CREDITORS					
Amounts falling due within one year	8	<u>302,487</u>		<u>282,123</u>	
NET CURRENT ASSETS			<u>504,286</u>		<u>405,394</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>529,884</u>		<u>440,166</u>
CAPITAL AND RESERVES					
Called up share capital			2		2
Retained earnings			<u>529,882</u>		<u>440,164</u>
SHAREHOLDERS' FUNDS			<u>529,884</u>		<u>440,166</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 May 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2017 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.

Balance Sheet - continued
31 May 2017

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

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

The financial statements were approved by the Board of Directors on 21 September 2018 and were signed on its behalf
by:

P Mitchell - Director

**Notes to the Financial Statements
for the Year Ended 31 May 2017**

1. STATUTORY INFORMATION

PEM 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

Accounting convention

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of 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.

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2007, is being amortised evenly over its estimated useful life of ten years.

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the profit and loss account over its estimated economic life.

Amortisation is provided at the following rates:

Goodwill - 10% straight line

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.

Tangible fixed assets

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

Fixtures and fittings	- 33% on reducing balance and 25% on reducing balance
Motor vehicles	- 25% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, 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 31 May 2017**

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 2 .

4. INTANGIBLE FIXED ASSETS

**Goodwill
£**

COST

At 1 June 2016
and 31 May 2017

127,000

AMORTISATION

At 1 June 2016
Charge for year

126,375

At 31 May 2017

625

127,000

NET BOOK VALUE

At 31 May 2017

-

At 31 May 2016

625

Notes to the Financial Statements - continued
for the Year Ended 31 May 2017

5. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Motor vehicles £	Totals £
COST			
At 1 June 2016	250,012	44,984	294,996
Additions	<u>2,483</u>	-	<u>2,483</u>
At 31 May 2017	<u>252,495</u>	<u>44,984</u>	<u>297,479</u>
DEPRECIATION			
At 1 June 2016	236,869	23,981	260,850
Charge for year	<u>4,885</u>	<u>6,147</u>	<u>11,032</u>
At 31 May 2017	<u>241,754</u>	<u>30,128</u>	<u>271,882</u>
NET BOOK VALUE			
At 31 May 2017	<u>10,741</u>	<u>14,856</u>	<u>25,597</u>
At 31 May 2016	<u>13,143</u>	<u>21,003</u>	<u>34,146</u>

6. FIXED ASSET INVESTMENTS

	Other investments £
COST	
At 1 June 2016 and 31 May 2017	<u>1</u>
NET BOOK VALUE	
At 31 May 2017	<u>1</u>
At 31 May 2016	<u>1</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Trade debtors	275,659	229,840
Other debtors	<u>23,937</u>	<u>16,916</u>
	<u>299,596</u>	<u>246,756</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Trade creditors	88,108	85,776
Taxation and social security	102,301	42,034
Other creditors	<u>112,078</u>	<u>154,313</u>
	<u>302,487</u>	<u>282,123</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 May 2017**

9. RELATED PARTY DISCLOSURES

The dividends of £115,813 (2016 - £100,546) were paid to the directors by virtue of their shareholdings.

10. TRANSITION TO FRS102

The company transitioned to FRS102 from previously extant UKGAAP as at June 2015.

There was no impact on the company and its financial statements from the transition to FRS 102.