

Company registration number: 06661883

Absolute Power Tools Limited

Unaudited financial statements

31 August 2017

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Leslie,
Ward
& Drew

Absolute Power Tools Limited

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Absolute Power Tools Limited

Directors and other information

Directors	P Curtis T Curtis
Company number	06661883
Registered office	2 Avro Way Bowerhill Industrial Estate Melksham Wiltshire SN12 6TP
Accountant	Leslie, Ward & Drew Chartered Accountants & Chartered Tax Advisers Temple Court 8 The Causeway Chippenham Wiltshire SN15 3BT

Absolute Power Tools Limited

Chartered accountant's report to the Board of Directors on the preparation of the unaudited statutory financial statements of Absolute Power Tools Limited Year ended 31 August 2017

In order to assist you to fulfil your duties under the Companies Act 2006, I have prepared for your approval the financial statements of Absolute Power Tools Limited for the year ended 31 August 2017 which comprise the statement of financial position and related notes from the company's accounting records and from information and explanations you have given me.

As a practising member of the Institute of Chartered Accountants in England and Wales, I am 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 Absolute Power Tools Limited, as a body, in accordance with the terms of my engagement letter dated 25 March 2011. My work has been undertaken solely to prepare for your approval the financial statements of Absolute Power Tools Limited and state those matters that we have agreed to state to the board of directors of Absolute Power Tools Limited as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than Absolute Power Tools Limited and its Board of Directors as a body for my work or for this report.

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

I have not been instructed to carry out an audit or a review of the financial statements of Absolute Power Tools Limited. For this reason, I have not verified the accuracy or completeness of the accounting records or information and explanations you have given to me and I do not, therefore, express any opinion on the statutory financial statements.

Leslie, Ward & Drew
Chartered Accountants & Chartered Tax Advisers

Temple Court
8 The Causeway
Chippenham
Wiltshire
SN15 3BT

Date: 24 April 2018

Absolute Power Tools Limited

**Statement of financial position
31 August 2017**

		2017		2016	
	Note	£	£	£	£
Fixed assets					
Tangible assets	6	103,452		77,676	
			103,452		77,676
Current assets					
Stock		104,288		97,753	
Debtors	7	114,250		86,395	
Cash at bank and in hand		104,172		74,541	
		322,710		258,689	
Creditors: amounts falling due within one year	8	(116,175)		(108,304)	
Net current assets			206,535		150,385
Total assets less current liabilities			309,987		228,061
Creditors: amounts falling due after more than one year	9		(40,781)		(21,585)
Provisions for liabilities			(20,690)		-
Net assets			248,516		206,476
Capital and reserves					
Called up share capital			6		6
Profit and loss account			248,510		206,470
Shareholders funds			248,516		206,476

For the year ending 31 August 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors responsibilities:

- The shareholders have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

The notes on pages 5 to 10 form part of these financial statements.

Absolute Power Tools Limited

Statement of financial position (continued)
31 August 2017

In accordance with section 444 of the Companies Act 2006, the statement of income and retained earnings has not been delivered.

These financial statements were approved by the board of directors and authorised for issue on 24 April 2018, and are signed on behalf of the board by:

A handwritten signature in black ink, appearing to be 'T Curtis', written over a horizontal line.

T Curtis
Director

Company registration number: 06661883

The notes on pages 5 to 10 form part of these financial statements.

Absolute Power Tools Limited

Notes to the financial statements Year ended 31 August 2017

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 2 Avro Way, Bowerhill Industrial Estate, Melksham, Wiltshire, SN12 6TP.

2. Statement of compliance

These financial statements have been prepared in compliance with the provisions of FRS 102, Section 1A, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1 September 2015. Details of how FRS 102 has affected the reported financial position and financial performance are given in note 12.

Turnover

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer, usually on despatch of the goods; the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Taxation

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Absolute Power Tools Limited

Notes to the financial statements (continued)

Year ended 31 August 2017

Tangible assets

Tangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated depreciation and impairment losses.

Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in capital and reserves, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in capital and reserves in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in capital and reserves in respect of that asset, the excess shall be recognised in profit or loss.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Tools for rehire	- 3 and 5 years straight line
Plant and machinery	- 3 years straight line
Fittings fixtures and equipment	- 15% reducing balance
Motor vehicles	- 25% reducing balance
Software	- 3 and 5 years straight line

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of tangible assets, the depreciation is revised prospectively to reflect the new estimates.

Impairment

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

When it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

Stock

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stocks to their present location and condition.

Hire purchase and finance leases

Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

Absolute Power Tools Limited

Notes to the financial statements (continued) Year ended 31 August 2017

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event; it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised in finance costs in profit or loss in the period it arises.

Financial instruments

Financial instruments are classified by the directors as basic or advanced following the conditions in FRS 102 Section 11.

Basic financial instruments are recognised at amortised cost using the effective interest method. The only advanced instruments recognised by the company are derivatives (being interest rate swaps and forward exchange contracts).

Derivative assets are included in other debtors and derivative liabilities are included in other creditors.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension costs charge represents contributions payable for the period by the company to the fund.

4. Staff costs

The average number of persons employed by the company during the year, including the directors was 6 (2016: 6).

5. Tax on profit

	2017	2016
	£	£
Current tax:		
UK current tax expense	11,958	12,725
Adjustments in respect of previous periods	(1,340)	-
	<u>10,618</u>	<u>12,725</u>
Deferred tax:		
Origination and reversal of timing differences	20,690	-
	<u>20,690</u>	<u>-</u>
Tax on profit	<u>31,308</u>	<u>12,725</u>

Absolute Power Tools Limited

Notes to the financial statements (continued)
Year ended 31 August 2017

6. Tangible assets

	Tools for rehire	Software	Plant and machinery	Motor vehicles	Fixtures, fittings and equipment	Total
	£	£	£	£	£	£
Cost						
At 1 September 2016	151,479	11,648	10,694	19,096	9,834	202,751
Additions	63,627	-	-	7,350	1,420	72,397
Disposals	(15,000)	-	-	-	-	(15,000)
At 31 August 2017	<u>200,106</u>	<u>11,648</u>	<u>10,694</u>	<u>26,446</u>	<u>11,254</u>	<u>260,148</u>
Depreciation						
At 1 September 2016	82,204	11,648	8,153	16,471	6,599	125,075
Charge for the year	32,683	-	1,959	2,494	699	37,835
Disposals	(6,214)	-	-	-	-	(6,214)
At 31 August 2017	<u>108,673</u>	<u>11,648</u>	<u>10,112</u>	<u>18,965</u>	<u>7,298</u>	<u>156,696</u>
Carrying amount						
At 31 August 2017	<u>91,433</u>	<u>-</u>	<u>582</u>	<u>7,481</u>	<u>3,956</u>	<u>103,452</u>
At 31 August 2016	<u>69,275</u>	<u>-</u>	<u>2,541</u>	<u>2,625</u>	<u>3,235</u>	<u>77,676</u>

7. Debtors

	2017	2016
	£	£
Trade debtors	101,315	85,742
Other debtors	12,935	653
	<u>114,250</u>	<u>86,395</u>

8. Creditors: amounts falling due within one year

	2017	2016
	£	£
Trade creditors	71,273	70,387
Corporation tax	10,618	12,725
Social security and other taxes	6,231	4,345
Other creditors	28,053	20,847
	<u>116,175</u>	<u>108,304</u>

Absolute Power Tools Limited

Notes to the financial statements (continued)
Year ended 31 August 2017

9. Creditors: amounts falling due after more than one year

	2017	2016
	£	£
Other creditors	40,781	21,585
	<u>40,781</u>	<u>21,585</u>

10. Operating leases

The company as lessee

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2017	2016
	£	£
Later than 1 year and not later than 5 years	12,000	24,000
	<u>12,000</u>	<u>24,000</u>

11. Directors advances, credits and guarantees

During the year the directors entered into the following advances and credits with the company:

2017				
	Balance brought forward	Advances /(credits) to forward the directors	Amounts repaid	Balance o/standing
	£	£	£	£
P Curtis	(419)	13,601	(900)	12,282
T Curtis	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
2016				
	Balance brought forward	Advances /(credits) to forward the directors	Amounts repaid	Balance o/standing
	£	£	£	£
P Curtis	(419)	-	-	(419)
T Curtis	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Absolute Power Tools Limited

Notes to the financial statements (continued)
Year ended 31 August 2017

12. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The company transitioned to FRS 102 on 1 September 2015.

Reconciliation of equity

No transitional adjustments were required.

Reconciliation of profit or loss for the year

No transitional adjustments were required.