

REGISTERED NUMBER: 03300499 (England and Wales)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017
FOR
REFLEC EVOLUTION LIMITED

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REFLEC EVOLUTION LIMITED (REGISTERED NUMBER: 03300499)

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FOR THE YEAR ENDED 28 FEBRUARY 2017**

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REFLEC EVOLUTION LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 28 FEBRUARY 2017

DIRECTORS:	P W Holdcroft R E Talbot
SECRETARY:	J R Kinder
REGISTERED OFFICE:	Road One Winsford Industrial Estate Winsford Cheshire CW7 3QQ
REGISTERED NUMBER:	03300499 (England and Wales)
AUDITORS:	Howard Worth Chartered Accountants and Statutory Auditors Drake House Gadbrook Park Northwich Cheshire CW9 7RA
BANKERS:	HSBC Festival Park Etruria Stoke on Trent ST1 5RQ

REFLEC EVOLUTION LIMITED (REGISTERED NUMBER: 03300499)

BALANCE SHEET
28 FEBRUARY 2017

	Notes	28/2/17 £	29/2/16 £
FIXED ASSETS			
Tangible assets	4	306,820	355,654
CURRENT ASSETS			
Stocks		8,995	10,479
Debtors	5	623,980	679,138
Cash at bank and in hand		940,199	690,130
		<u>1,573,174</u>	<u>1,379,747</u>
CREDITORS			
Amounts falling due within one year	6	<u>248,442</u>	<u>170,436</u>
NET CURRENT ASSETS		<u>1,324,732</u>	<u>1,209,311</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,631,552</u>	<u>1,564,965</u>
CAPITAL AND RESERVES			
Called up share capital		575,000	575,000
Retained earnings		<u>1,056,552</u>	<u>989,965</u>
SHAREHOLDERS' FUNDS		<u>1,631,552</u>	<u>1,564,965</u>

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 Statement of Comprehensive Income has not been delivered.

The financial statements were approved by the Board of Directors on 13 April 2017 and were signed on its behalf by:



P W Holdcroft - Director

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017**

1. STATUTORY INFORMATION

Reflec Evolution 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.

The presentation currency of the financial statements is the Pound Sterling (£).

Transactions are rounded to the nearest £.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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 previous year financial statements were prepared under FRS 102 and there have been no amendments to the recognition and valuation of transactions and balances as a result of adopting FRS 102 Section 1A in the current year.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Turnover

Turnover represents the value of services provided to customers, excluding VAT.

Tangible fixed assets

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

Plant and machinery - at varying rates on cost

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. At each reporting date fixed assets are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss. If an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

Stocks

Stocks are stated at the lower of cost, using the average cost method, and current market values less costs to sell.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2017**

2. ACCOUNTING POLICIES - continued

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.

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.

Foreign currencies

Transactions in currencies other than the functional currency (foreign currencies) are initially recorded at the exchange rate prevailing on the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. Non-monetary assets and liabilities denominated in foreign currencies are translated at the rate ruling at the date of the transaction or, if the asset or liability is measured at fair value, the rate when that fair value was determined.

All translation differences are taken to profit or loss, except to the extent that they relate to gains or losses on non-monetary items recognised in other comprehensive income, when the related translation gain or loss is also recognised in other comprehensive income.

Hire purchase and leasing

All leases are operating leases and annual rentals are charged to profit or loss on a straight-line basis over the lease term.

Rent free periods or other incentives received for entering into an operating lease are accounted for as a reduction to the expense and are recognised on a straight-line basis over the lease term.

Pension costs and other post-retirement benefits

Short term employee benefits and contributions to defined contribution plans are recognised as an expense in the period in which they are incurred.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2017**

2. ACCOUNTING POLICIES - continued

Financial assets

Trade, group and other debtors

Trade, group and other debtors (including accrued income) which are receivable within one year and which do not constitute a financing transaction are initially measured at the transaction price and subsequently measured at amortised cost, being the transaction price less any amounts settled and any impairment losses.

A provision for impairment of trade debtors is established where there is objective evidence that the amounts due will not be collected according to the original terms of the contract. Impairment losses are recognised in profit or loss for the excess of the carrying value of the trade debtor over the present value of the future cash flows discounted using the original effective interest rate. Subsequent reversals of an impairment loss that objectively relate to an event occurring after the impairment loss was recognised, are recognised immediately in profit or loss.

Financial liabilities

Trade, group and other creditors

Trade, group and other creditors (including accruals) payable within one year that do not constitute a financing transaction are initially measured at the transaction price and subsequently measured at amortised cost, being transaction price less any amounts settled.

Derecognition of financial assets and liabilities

A financial asset is only derecognised when the contractual rights to cash flows expire or are settled, or substantially all the risks and rewards of ownership are transferred to another party, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party. A financial liability (or part thereof) is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

Provisions for liabilities

Provisions are recognised when the company has a present obligation (legal or constructive) as a result of a past event, it is probable that the company will be required to settle the obligation, and a reliable estimate can be made of the obligation. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. Where the effect of the time value of money is material, the amount expected to be required to settle the obligation is recognised at present value using a pre tax discount rate. The unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises. The company recognises a provision for annual leave accrued by employees as a result of services rendered in the current period, and which employees are entitled to carry forward and use within the next 12 months. The provision is measured at the salary cost payable for the period of absence.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 14.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2017

4. TANGIBLE FIXED ASSETS

	Plant and machinery £
COST	
At 1 March 2016	1,895,674
Additions	31,611
	<u>1,927,285</u>
At 28 February 2017	1,927,285
DEPRECIATION	
At 1 March 2016	1,540,020
Charge for year	80,445
	<u>1,620,465</u>
At 28 February 2017	1,620,465
NET BOOK VALUE	
At 28 February 2017	<u>306,820</u>
At 29 February 2016	<u>355,654</u>

5. DEBTORS

	28/2/17 £	29/2/16 £
Amounts falling due within one year:		
Trade debtors	314,316	338,869
Amounts owed by group undertakings	92,071	118,177
Other debtors	1,005	-
Deferred tax asset	34,000	64,000
Prepayments and accrued income	22,588	28,092
	<u>463,980</u>	<u>549,138</u>
Amounts falling due after more than one year:		
Other debtors	40,000	40,000
Deferred tax asset	120,000	90,000
	<u>160,000</u>	<u>130,000</u>
Aggregate amounts	<u>623,980</u>	<u>679,138</u>

A deferred tax asset has been recognised on the excess of depreciation charged over capital allowances deducted and tax losses carried forward available for offset against future taxable profits.

REFLEC EVOLUTION LIMITED (REGISTERED NUMBER: 03300499)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2017**

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	28/2/17	29/2/16
	£	£
Trade creditors	85,858	85,060
Amounts owed to group undertakings	39,992	-
Social security and other taxes	15,067	12,852
VAT	62,723	48,297
Other creditors	1,738	199
Accrued expenses	43,064	24,028
	<u>248,442</u>	<u>170,436</u>

7. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	28/2/17	29/2/16
	£	£
Within one year	98,130	97,370
Between one and five years	335,869	329,686
In more than five years	141,167	218,167
	<u>575,166</u>	<u>645,223</u>

8. SECURED DEBTS

HSBC Bank plc holds a debenture including fixed charge over all present freehold and leasehold property; first fixed charge over book and other debts, chattels, goodwill and uncalled capital, both present and future; and first floating charge over all assets and undertaking both present and future dated 3rd December 2014.

HSBC Bank plc also hold an unlimited multilateral guarantee dated 3rd December 2014 given by Reflec plc, Reflec Evolution Limited and Reflec Media Limited.

HSBC Bank plc hold a group set-off.

9. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Christopher Swallow BSc FCA (Senior Statutory Auditor)
for and on behalf of Howard Worth