

Company registration number: 02971263

Surface Processing Limited
Unaudited financial statements
30 September 2017



Surface Processing Limited

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Surface Processing Limited

Directors and other information

Director	A H McMurray
Company number	02971263
Registered office	Unit 20, Sovereign Works Deepdale Lane Lower Gornal, Dudley West Midlands DY3 2AF
Accountants	Wilkes Tranter & Co Limited Brook House Moss Grove Kingswinford West Midlands DY6 9HS

Surface Processing Limited

**Chartered accountants' report to the director on the preparation of the
unaudited statutory financial statements of Surface Processing Limited
Year ended 30 September 2017**

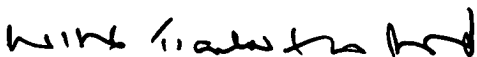
In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Surface Processing Limited for the year ended 30 September 2017 which comprise the Balance sheet and related notes from the company's accounting records and from information and explanations you have given to us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales, we are 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 director of Surface Processing Limited, as a body, in accordance with the terms of our engagement letter dated 17 December 2013. Our work has been undertaken solely to prepare for your approval the financial statements of Surface Processing Limited and state those matters that we have agreed to state to them, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Surface Processing Limited and its director as a body for our work or for this report.

It is your duty to ensure that Surface Processing 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 Surface Processing Limited. You consider that Surface Processing Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Surface Processing Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.


Wilkes Tranter & Co Limited
Chartered Accountants
Brook House
Moss Grove
Kingswinford
West Midlands
DY6 9HS

14 March 2018

Surface Processing Limited

Balance sheet 30 September 2017

	Note	2017 £	£	2016 £	£
Fixed assets					
Tangible assets	5	225,473		233,975	
Investments	6	80		80	
			225,553		234,055
Current assets					
Stocks		2,500		2,500	
Debtors	7	294,296		334,523	
Cash at bank and in hand		192,069		47,170	
		488,865		384,193	
Creditors: amounts falling due within one year	8	(350,592)		(337,270)	
Net current assets			138,273		46,923
Total assets less current liabilities			363,826		280,978
Creditors: amounts falling due after more than one year	9		(32,424)		(37,183)
Provisions for liabilities	10		(17,826)		(21,589)
Net assets			313,576		222,206
Capital and reserves					
Called up share capital	12		34		34
Capital redemption reserve			68		68
Profit and loss account			313,474		222,104
Shareholders' funds			313,576		222,206

For the year ending 30 September 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The notes on pages 6 to 11 form part of these financial statements.

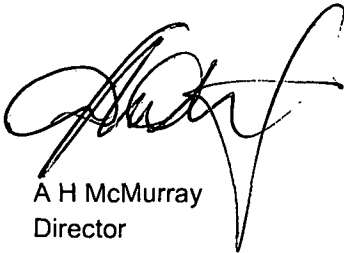
Surface Processing Limited

**Balance sheet (continued)
30 September 2017**

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'.

In accordance with section 444 of the Companies Act 2006, the Profit and loss account has not been delivered.

These financial statements were approved by the board of directors and authorised for issue on 14 March 2018, and are signed on behalf of the board by:

A handwritten signature in black ink, appearing to read 'A H McMurray', is written over the printed name and title.

A H McMurray
Director

Company registration number: 02971263

The notes on pages 6 to 11 form part of these financial statements.

Surface Processing Limited

Notes to the financial statements Year ended 30 September 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 Unit 20, Sovereign Works, Deepdale Lane, Lower Gornal, Dudley, West Midlands, DY3 2AF.

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.

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.

Taxation

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in the statement of comprehensive income, except to the extent that it relates to items recognised in other comprehensive income or directly in capital and reserves. In this case, tax is recognised in other comprehensive income or directly in capital and reserves, respectively.

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.

Surface Processing Limited

Notes to the financial statements (continued) Year ended 30 September 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:

Plant and machinery	- 15%	straight line
Fixtures, fittings and equipment	- 25%	straight line
Motor vehicles	- 25%	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.

Fixed asset investments

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses. Listed investments are measured at fair value with changes in fair value being recognised in profit or loss.

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.

Stocks

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.

Surface Processing Limited

Notes to the financial statements (continued) Year ended 30 September 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 Balance sheet 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

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in profit or loss, with the exception of hedging instruments in a designated hedging relationship.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised in finance costs in profit or loss in the period in which it arises.

4. Profit before taxation

Profit before taxation is stated after charging/(crediting):

	2017	2016
	£	£
Depreciation of tangible assets	<u>29,711</u>	<u>30,612</u>

Surface Processing Limited

Notes to the financial statements (continued)
Year ended 30 September 2017

5. Tangible assets

	Freehold property	Plant and machinery	Fixtures, fittings and equipment	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 October 2016	121,084	475,371	50,276	39,000	685,731
Additions	-	12,204	505	8,500	21,209
At 30 September 2017	<u>121,084</u>	<u>487,575</u>	<u>50,781</u>	<u>47,500</u>	<u>706,940</u>
Depreciation					
At 1 October 2016	-	383,987	40,794	26,975	451,756
Charge for the year	-	23,120	3,497	3,094	29,711
At 30 September 2017	<u>-</u>	<u>407,107</u>	<u>44,291</u>	<u>30,069</u>	<u>481,467</u>
Carrying amount					
At 30 September 2017	<u>121,084</u>	<u>80,468</u>	<u>6,490</u>	<u>17,431</u>	<u>225,473</u>
At 30 September 2016	<u>121,084</u>	<u>91,384</u>	<u>9,482</u>	<u>12,025</u>	<u>233,975</u>

6. Investments

	Shares in group undertakings and participating interests	Total
	£	£
Cost		
At 1 October 2016 and 30 September 2017	<u>80</u>	<u>80</u>
Impairment		
At 1 October 2016 and 30 September 2017	<u>-</u>	<u>-</u>
Carrying amount		
At 30 September 2017	<u>80</u>	<u>80</u>
At 30 September 2016	<u>80</u>	<u>80</u>

Surface Processing Limited

Notes to the financial statements (continued) Year ended 30 September 2017

The results and capital and reserves for the period of the trading companies are as follows:

	Capital and reserves		Profit/(loss) for the period	
	2017 £	2016 £	2017 £	2016 £
Subsidiary undertakings				
Surface Processing Solutions Limited	48,142	43,868	19,274	13,301

7. Debtors

	2017 £	2016 £
Trade debtors	274,734	268,823
Other debtors	19,562	65,700
	<u>294,296</u>	<u>334,523</u>

8. Creditors: amounts falling due within one year

	2017 £	2016 £
Bank loans and overdrafts	4,666	4,524
Trade creditors	131,216	125,660
Social security and other taxes	70,522	49,357
Other creditors	144,188	157,729
	<u>350,592</u>	<u>337,270</u>

Within creditors falling due within one year are the following secured creditors £4,662 (2016 - £9,747)

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

	2017 £	2016 £
Other creditors	<u>32,424</u>	<u>37,183</u>

Included within creditors: amounts falling due after more than one year is an amount of £11,637 (2016 - £16,909) in respect of liabilities payable or repayable by instalments which fall due for payment after more than five years from the reporting date.

Surface Processing Limited

Notes to the financial statements (continued) Year ended 30 September 2017

10. Provisions

	Deferred tax (note 11)	Total
	£	£
At 1 October 2016	21,589	21,589
Charges against provisions	(3,763)	(3,763)
At 30 September 2017	17,826	17,826

11. Deferred tax

The deferred tax included in the Balance sheet is as follows:

	2017 £	2016 £
Included in provisions (note 10)	17,826	21,589

The deferred tax account consists of the tax effect of timing differences in respect of:

	2017 £	2016 £
Accelerated capital allowances	17,826	21,589

12. Called up share capital Issued, called up and fully paid

	2017		2016	
	No	£	No	£
Ordinary shares of £ 1.00 each	34	34	34	34

13. Director's advances, credits and guarantees

During the year A McMurray made an interest free loan to the company. At 30 September 2016 the amount owed to A McMurray was £1,624 (2016 - £191).

14. Controlling party

The company was under the control of A McMurray throughout the current and previous year.