

2M Electrical Contractors Ltd

Annual Report and Unaudited Financial Statements

for the Year Ended 30 April 2017

Birkett & Co. Ltd
186B Lower Blandford Road
Broadstone
Dorset
BH18 8DP

2M Electrical Contractors Ltd

Contents

Company Information	1
Accountants' Report	2
Balance Sheet	3 to 4
Notes to the Financial Statements	5 to 9

2M Electrical Contractors Ltd

Company Information

Directors Mr Martin Christopher
Mr Mark Lockyer

Registered office 99 Leybourne Avenue
Bournemouth
Dorset
BH10 6ET

Accountants Birkett & Co. Ltd
186B Lower Blandford Road
Broadstone
Dorset
BH18 8DP

**Accountants' Report to the Board of Directors on the Preparation of the Unaudited
Statutory Accounts of
2M Electrical Contractors Ltd
for the Year Ended 30 April 2017**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of 2M Electrical Contractors Ltd for the year ended 30 April 2017 as set out on pages [3](#) to [9](#) from the company's accounting records and from information and explanations you have given us.

We have carried out this engagement in accordance with technical guidance issued by the Association of Accounting Technicians and have complied with the ethical guidance laid down by the Association relating to members undertaking the compilation of financial statements.

This report is made solely to the Board of Directors of 2M Electrical Contractors Ltd, as a body, in accordance with the terms of our engagement letter dated 7 August 2017. Our work has been undertaken solely to prepare for your approval the accounts of 2M Electrical Contractors Ltd and state those matters that we have agreed to state to the Board of Directors of 2M Electrical Contractors Ltd, as a body, in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than 2M Electrical Contractors Ltd and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that 2M Electrical Contractors Ltd has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of 2M Electrical Contractors Ltd. You consider that 2M Electrical Contractors Ltd 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 accounts of 2M Electrical Contractors Ltd. 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 accounts.



.....
Birkett & Co. Ltd
186B Lower Blandford Road
Broadstone
Dorset
BH18 8DP

7 November 2017

2M Electrical Contractors Ltd

(Registration number: 06062133)
Balance Sheet as at 30 April 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	4	12,616	15,770
Current assets			
Debtors	5	31,945	9,422
Cash at bank and in hand		180,927	118,217
		<hr/> 212,872	<hr/> 127,639
Creditors: Amounts falling due within one year	6	<hr/> (57,232)	<hr/> (32,224)
Net current assets		<hr/> 155,640	<hr/> 95,415
Total assets less current liabilities		168,256	111,185
Provisions for liabilities		<hr/> (2,523)	<hr/> (3,154)
Net assets		<hr/> <hr/> 165,733	<hr/> <hr/> 108,031
Capital and reserves			
Called up share capital		100	100
Profit and loss account		165,633	107,931
		<hr/> 165,733	<hr/> 108,031

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

Directors' responsibilities:

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

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

The notes on pages [5](#) to [9](#) form an integral part of these financial statements.

Page 3

2M Electrical Contractors Ltd

**(Registration number: 06062133)
Balance Sheet as at 30 April 2017**

Approved and authorised by the Board on 13 November 2017 and signed on its behalf by:

.....
Mr Martin Christopher
Director

.....
Mr Mark Lockyer
Director

The notes on pages [5](#) to [9](#) form an integral part of these financial statements.
Page 4

2M Electrical Contractors Ltd

Notes to the Financial Statements for the Year Ended 30 April 2017

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

99 Leybourne Avenue
Bournemouth
Dorset
BH10 6ET

These financial statements were authorised for issue by the Board on 13 November 2017.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

There were no transitional adjustments moving to FRS102 so, no statement to reflect any changes has been reported.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

2M Electrical Contractors Ltd

Notes to the Financial Statements for the Year Ended 30 April 2017

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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 and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Plant and machinery	20% reducing balance
Motor vehicles	20% reducing balance

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

2M Electrical Contractors Ltd**Notes to the Financial Statements for the Year Ended 30 April 2017****Dividends**

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 2 (2016 - 2).

4 Tangible assets

	Motor vehicles £	Other property, plant and equipment £	Total £
Cost or valuation			
At 1 May 2016	45,951	6,439	52,390
At 30 April 2017	45,951	6,439	52,390
Depreciation			
At 1 May 2016	30,893	5,727	36,620
Charge for the year	3,012	142	3,154
At 30 April 2017	33,905	5,869	39,774
Carrying amount			
At 30 April 2017	12,046	570	12,616
At 30 April 2016	15,058	712	15,770

5 Debtors

	2017 £	2016 £
Trade debtors	30,642	9,422
Prepayments	1,303	-
	<u>31,945</u>	<u>9,422</u>

2M Electrical Contractors Ltd**Notes to the Financial Statements for the Year Ended 30 April 2017****6 Creditors****Creditors: amounts falling due within one year**

	2017 £	2016 £
Due within one year		
Trade creditors	14,635	4,494
Taxation and social security	1,274	1,049
Accruals and deferred income	972	1,350
Other creditors	40,351	25,331
	<u>57,232</u>	<u>32,224</u>

7 Share capital**Allotted, called up and fully paid shares**

	2017		2016	
	No.	£	No.	£
100 Ordinary shares of £1 each	100	100	100	100

2M Electrical Contractors Ltd**Notes to the Financial Statements for the Year Ended 30 April 2017****8 Related party transactions****Transactions with directors**

	At 1 May 2016 £	Advances to directors £	Repayments by director £	At 30 April 2017 £
2017				
Mr Martin Christopher	(2,087)	43,282	(43,014)	(1,819)
	<hr/>			
Mr Mark Lockyer	(5,354)	43,000	(42,740)	(5,094)
	<hr/>			

Directors' remuneration

The directors' remuneration for the year was as follows:

	2017 £	2016 £
Remuneration	16,128	21,224
Contributions paid to money purchase schemes	500	-
	<hr/>	<hr/>
	16,628	21,224
	<hr/>	

9 Transition to FRS 102

There were no transitional adjustments moving to FRS102 so, no statement to reflect any changes has been reported.