

Company registration number: 07521313

**A J Hodgson & Sons Ltd**  
**Unaudited financial statements**  
**31 December 2016**

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## A J Hodgson & Sons Ltd

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**A J Hodgson & Sons Ltd**

**Directors and other information**

<b>Director</b>	Mr A J McDermid
<b>Company number</b>	07521313
<b>Registered office</b>	71 Station Road Terrington St Clement King's Lynn Norfolk PE34 4PL
<b>Business address</b>	71 Station Road Terrington St Clement King's Lynn Norfolk PE34 4PL
<b>Accountants</b>	Clenshaw Minns Limited 30 Market Place Swaffham Norfolk PE37 7QH

**A J Hodgson & Sons Ltd**

**Director's report  
Year ended 31 December 2016**

The director presents his report and the unaudited financial statements of the company for the year ended 31 December 2016.

**Director**

The director who served the company during the year was as follows:

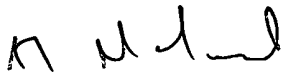
Mr A J McDermid

**Small company provisions**

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

This report was approved by the board of directors on 29 September 2017 and signed on behalf of the board by:

Mr A J McDermid  
Director



**A J Hodgson & Sons Ltd**

**Statement of comprehensive income  
Year ended 31 December 2016**

	Note	2016 £	2015 £
<b>Turnover</b>		1,937,030	2,176,794
Cost of sales		(1,513,927)	(1,655,924)
<b>Gross profit</b>		<u>423,103</u>	<u>520,870</u>
Administrative expenses		(519,896)	(489,567)
<b>Operating (loss)/profit</b>		<u>(96,793)</u>	<u>31,303</u>
Other interest receivable and similar income		-	6
Interest payable and similar expenses		(12,470)	(11,401)
<b>(Loss)/profit before taxation</b>	<b>4</b>	<u>(109,263)</u>	<u>19,908</u>
Tax on (loss)/profit		15,149	(11,396)
<b>(Loss)/profit for the financial year and total comprehensive income</b>		<u><u>(94,114)</u></u>	<u><u>8,512</u></u>

All the activities of the company are from continuing operations.

The notes on pages 6 to 9 form part of these financial statements.

**A J Hodgson & Sons Ltd**

**Statement of financial position  
31 December 2016**

	Note	2016 £	£	2015 £	£
<b>Fixed assets</b>					
Tangible assets	5	109,625		140,976	
			109,625		140,976
<b>Current assets</b>					
Stocks		44,900		32,200	
Debtors	6	483,883		612,235	
Cash at bank and in hand		10,190		15,069	
		538,973		659,504	
<b>Creditors: amounts falling due within one year</b>	7	(613,108)		(628,711)	
<b>Net current (liabilities)/assets</b>			(74,135)		30,793
<b>Total assets less current liabilities</b>			35,490		171,769
<b>Provisions for liabilities</b>			(21,926)		(34,093)
<b>Net assets</b>			<u>13,564</u>		<u>137,676</u>
<b>Capital and reserves</b>					
Called up share capital			2		2
Profit and loss account			13,562		137,674
<b>Shareholders funds</b>			<u>13,564</u>		<u>137,676</u>

For the year ending 31 December 2016 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.

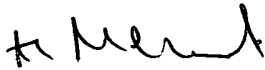
These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

**The notes on pages 6 to 9 form part of these financial statements.**

**A J Hodgson & Sons Ltd**

**Statement of financial position (continued)**  
**31 December 2016**

These financial statements were approved by the board of directors and authorised for issue on 29 September 2017, and are signed on behalf of the board by:



Mr A J McDermid  
Director

Company registration number: 07521313

**The notes on pages 6 to 9 form part of these financial statements.**

## A J Hodgson & Sons Ltd

### Notes to the financial statements Year ended 31 December 2016

#### 1. General information

The company is a private company limited by shares, registered in England & Wales. The address of the registered office is 71 Station Road, Terrington St Clement, King's Lynn, Norfolk, PE34 4PL.

#### 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

This is the first year that the company has adopted FRS 102, the transition date being 1.1.2015. The director has reviewed the accounts in conjunction with the provisions of FRS 102 and determined that no adjustments are necessary.

##### 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. 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.



## A J Hodgson & Sons Ltd

### Notes to the financial statements (continued) Year ended 31 December 2016

#### 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	- 25%	straight line
Fittings fixtures and equipment	- 50%	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.

#### 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.

#### 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.

**A J Hodgson & Sons Ltd**

**Notes to the financial statements (continued)  
Year ended 31 December 2016**

**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.

Debt instruments are subsequently measured at amortised cost.

Where investments in non-convertible preference shares and non-puttable ordinary shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in profit or loss. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured 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.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised in profit or loss immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

**4. Loss/profit before taxation**

Loss/profit before taxation is stated after charging/(crediting):

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Depreciation of tangible assets	<u>41,789</u>	<u>40,897</u>

**A J Hodgson & Sons Ltd**

**Notes to the financial statements (continued)  
Year ended 31 December 2016**

**5. Tangible assets**

	Plant and machinery	Fixtures, fittings and equipment	Motor vehicles	<b>Total</b>
	£	£	£	£
<b>Cost</b>				
At 1 January 2016	184,714	10,578	46,660	241,952
Additions	7,356	3,082	-	10,438
<b>At 31 December 2016</b>	<u>192,070</u>	<u>13,660</u>	<u>46,660</u>	<u>252,390</u>
<b>Depreciation</b>				
At 1 January 2016	72,356	7,890	20,730	100,976
Charge for the year	28,396	1,936	11,457	41,789
<b>At 31 December 2016</b>	<u>100,752</u>	<u>9,826</u>	<u>32,187</u>	<u>142,765</u>
<b>Carrying amount</b>				
<b>At 31 December 2016</b>	<u>91,318</u>	<u>3,834</u>	<u>14,473</u>	<u>109,625</u>
At 31 December 2015	<u>112,358</u>	<u>2,688</u>	<u>25,930</u>	<u>140,976</u>

**6. Debtors**

	<b>2016</b>	<b>2015</b>
	£	£
Trade debtors	316,582	465,635
Other debtors	167,301	146,600
	<u>483,883</u>	<u>612,235</u>

**7. Creditors: amounts falling due within one year**

	<b>2016</b>	<b>2015</b>
	£	£
Bank loans and overdrafts	29,128	45,112
Trade creditors	252,372	358,746
Corporation tax	11,396	11,396
Social security and other taxes	52,474	21,095
Other creditors	267,738	192,362
	<u>613,108</u>	<u>628,711</u>

**A J Hodgson & Sons Ltd**

**The following pages do not form part of the statutory accounts.**

**A J Hodgson & Sons Ltd**

**Detailed income statement  
Year ended 31 December 2016**

	<b>2016</b>	<b>2015</b>
	£	£
<b>Turnover</b>		
Sales	1,937,030	2,176,794
	<u>1,937,030</u>	<u>2,176,794</u>
<b>Cost of sales</b>		
Opening stock	(32,200)	(16,275)
Materials and consumables	(620,855)	(687,123)
Transport costs	(11,490)	(23,414)
Agency labour costs	(686,830)	(737,115)
Subcontract labour	(107,717)	(129,258)
Professional fees	(15,580)	(16,241)
Carriage inwards	(3,564)	(2,260)
Hire of plant and machinery	(80,591)	(76,438)
	<u>(1,558,827)</u>	<u>(1,688,124)</u>
Closing stock and WIP	44,900	32,200
	<u>1,513,927</u>	<u>1,655,924</u>
<b>Gross profit</b>	<u>423,103</u>	<u>520,870</u>
<b>Gross profit percentage</b>	21.8%	23.9%
<b>Overheads</b>		
Administrative expenses	(519,896)	(489,567)
	<u>(519,896)</u>	<u>(489,567)</u>
<b>Operating (loss)/profit</b>	(96,793)	31,303
<b>Operating (loss)/profit percentage</b>	5.0%	1.4%
Other interest receivable and similar income	-	6
Interest payable and similar expenses	(12,470)	(11,401)
<b>(Loss)/profit before taxation</b>	<u><u>(109,263)</u></u>	<u><u>19,908</u></u>

**A J Hodgson & Sons Ltd**

**Detailed income statement (continued)  
Year ended 31 December 2016**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
<b>Overheads</b>		
<b>Administrative expenses</b>		
Agency office costs	(204,718)	(190,027)
Directors remuneration	(9,984)	(10,176)
Staff training	(9,834)	(9,776)
Rent payable	(36,000)	(36,000)
Rates	(13,503)	(13,548)
Insurance	(16,258)	(14,384)
Leasing of office equipment	(210)	(580)
Light and heat	5,264	(15,641)
Cleaning	(3,271)	(3,406)
Repairs and maintenance	(17,382)	(25,234)
Protective clothing	(5,287)	(9,913)
Printing, postage and stationery	(3,831)	(4,898)
Telephone	(3,605)	(3,732)
Computer costs	(3,103)	(1,382)
Motor expenses	(58,032)	(64,869)
Travelling	(21,734)	(24,803)
Entertaining	(495)	(519)
Legal and professional	(64,437)	(6,993)
Accountancy fees	(1,440)	(1,350)
Companies House Fine	(375)	-
Bank charges	(324)	(150)
Credit card charges	(6,369)	(5,649)
Bad debts	252	(1,650)
General expenses	(2,015)	(2,261)
Charitable donations	(1,248)	(1,351)
Subscriptions	(168)	(378)
Depreciation of tangible assets	(41,789)	(40,897)
	<u>(519,896)</u>	<u>(489,567)</u>