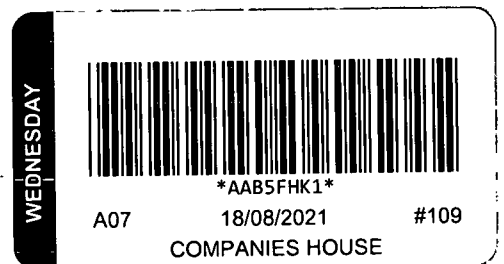


Registered number:
02918365

Systems Integration (Trading) Limited

Report and financial statements

30 April 2021



Systems Integration (Trading) Limited

Balance sheet as at 30 April 2021

	Notes	2021 £	2020 £
Fixed assets			
Tangible fixed assets	4	296,835	367,746
Investments	5	256,220	263,780
		<u>553,055</u>	<u>631,526</u>
Current assets			
Stocks and work in progress		334,149	234,409
Debtors	6	1,317,282	1,685,501
Cash at bank and in hand		3,528,735	1,640,694
		<u>5,180,166</u>	<u>3,560,604</u>
Creditors: amounts falling due within one year	7	<u>(2,045,858)</u>	<u>(1,075,427)</u>
Net current assets		<u>3,134,308</u>	<u>2,485,177</u>
Total assets less current liabilities		<u>3,687,363</u>	<u>3,116,703</u>
Creditors: amounts falling due after more than one year	8	<u>(159,693)</u>	<u>-</u>
Net assets		<u><u>£3,527,670</u></u>	<u><u>£3,116,703</u></u>
Capital and reserves			
Called up share capital	9	1,455	1,454
Share premium account		180,352	163,696
Other reserves		1,479	1,336
Profit and loss account		3,344,384	2,950,217
		<u>£3,527,670</u>	<u>£3,116,703</u>

These accounts have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006. The profit and loss account and directors' report have not been delivered in accordance with s444 (5) of the small companies regime.

Approved by the board of directors on 30 June 2021 and signed on its behalf by:



R M Stephens

Director

Registered number: 02918365

The notes on pages 2 to 6 form part of these financial statements.

Systems Integration (Trading) Limited

Notes to the financial statements - 30 April 2021

1. Accounting policies

The financial statements have been prepared under the historical cost convention and FRS 102, section 1A – The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006. The financial statements have been prepared in accordance with the accounting policies below.

a) Revenue recognition

Turnover comprises the sale of licences, support and maintenance contracts, training, bespoke software development and hardware, and represents the fair value of consideration receivable from customers for goods and services provided net of discounts and value added tax.

Revenues are recognised on the basis of the performance of contractual obligations and to the extent that the right to consideration has been earned.

Initial licence fees are recognised on the provision of the software to the customer; licence fee renewals are recognised when invoiced. Revenue from the provision of professional services including bespoke software development, training and set up costs is recognised when the services have been performed. Hardware sales are recognised on delivery. Maintenance and support revenues are recognised evenly over the period to which they relate.

b) Tangible fixed assets

All fixed assets are initially recorded at cost.

Depreciation is provided on a straight line basis at the following annual rates in order to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Equipment	15% to 30% straight-line
Motor vehicles	33% straight-line
Leasehold improvements	straight-line over the life of the lease

Assets held under finance leases are depreciated in the same way as owned assets.

c) Stocks and work in progress

Stocks and work in progress are stated at the lower of cost and net realisable value. Cost includes all direct expenditure and an appropriate proportion of overheads. Net realisable value is based on estimated selling price less further costs expected to be incurred to completion and disposal. Provision is made for obsolete, slow moving or defective items where appropriate.

d) Research and development

All current research and development expenditure is written off to the profit and loss account as it is incurred. Grants obtained in relation to research and development expenditure are offset against the expenditure to which they relate.

e) Grants received

Grants received are included in the profit and loss account in the period to which they relate.

Systems Integration (Trading) Limited

Notes to the financial statements (continued)

1. Accounting policies (continued)

f) Taxation

Taxation represents the sum of tax currently payable and deferred taxation.

The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on all timing differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantially enacted by the balance sheet date.

g) Hire purchase contracts and operating leases

Assets held under finance leases and hire purchase contracts are capitalised at their fair value at the inception of the lease and depreciated over their estimated useful lives. The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Rentals payable under operating leases are charged on a straight-line basis over the term of the lease.

h) Pensions

The company operates a defined contribution pension scheme. Contributions payable in respect of the period are charged to the profit and loss account.

i) Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

j) Investments

Investments are measured at fair value, with changes recognised in the profit and loss account.

2. Auditors' report

Under the Companies Act 2006 s444 (5B) the Auditors' Report has not been filed.

The auditors' report for the year ended 30 June 2021 was unqualified.

The senior statutory auditor was Malcolm Friend at Friend Partnership Limited.

Systems Integration (Trading) Limited
Notes to the financial statements (continued)

3. Employees

The number of employees (including directors) was 55 (2020 – 55).

4. Tangible fixed assets

	<u>Leasehold Improvements</u> £	<u>Equipment</u> £	<u>Motor vehicles</u> £	<u>Total</u> £
Cost				
At 1 May 2020	151,086	332,887	318,751	802,724
Additions	28,899	24,304	65,399	118,602
Disposals	-	(2,785)	(18,798)	(21,583)
At 30 April 2021	<u>179,985</u>	<u>354,406</u>	<u>365,352</u>	<u>899,743</u>
Accumulated depreciation				
At 1 May 2020	78,888	205,108	150,982	434,978
Charge for the year	24,896	59,352	103,176	187,424
Disposals	-	(2,785)	(16,709)	(19,494)
At 30 April 2021	<u>103,784</u>	<u>261,675</u>	<u>237,449</u>	<u>602,908</u>
Net book value At 30 April 2021	<u>£76,201</u>	<u>£92,731</u>	<u>£127,903</u>	<u>£296,835</u>
At 30 April 2020	<u>£72,198</u>	<u>£127,779</u>	<u>£167,769</u>	<u>£367,746</u>

5. Investments

	<u>2021</u> £	<u>2020</u> £
At 1 May 2020	263,780	193,928
Fair value adjustments	(7,560)	69,852
At 30 April 2021	<u>£256,220</u>	<u>£263,780</u>

6. Debtors

	<u>2021</u> £	<u>2020</u> £
Due within one year:		
Trade debtors	902,604	1,005,231
Prepayments and other debtors	414,678	680,270
	<u>£1,317,282</u>	<u>£1,685,501</u>

Systems Integration (Trading) Limited

Notes to the financial statements (continued)

7. Creditors: amounts falling due within one year

	<u>2021</u> £	<u>2020</u> £
Trade creditors	513,627	202,525
Corporation tax	126,861	18,730
Other taxation and social security	287,041	173,881
Accruals and other creditors	1,118,329	680,291
	<u>£2,045,858</u>	<u>£1,075,427</u>

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

	<u>2021</u>	<u>2020</u>
Other loan	<u>£159,693</u>	£ -

9. Share capital

	<u>2021</u> £	<u>2020</u> £
Allotted, issued and fully paid:		
Ordinary shares of £1 each	1,266	1,409
'A' Ordinary shares of £1 each	189	45
	<u>£1,455</u>	<u>£1,454</u>

During the year the company purchased and cancelled 143 of its own Ordinary shares of £1 each at a premium of £339,396.

During the year the company issued 144 'A' Ordinary shares of £1 each at a premium of £16,656.

10. Operating lease commitments

At 30 April 2021 the company had total future commitments under non-cancellable operating leases of:

	<u>Land and buildings</u>		<u>Other</u>	
	<u>2021</u> £	<u>2020</u> £	<u>2021</u> £	<u>2020</u> £
Leases which expire:				
Within one year	16,250	-	5,251	-
Within one to two years	-	-	34,944	10,979
Within two to five years	159,151	225,397	-	57,774
	<u>£175,401</u>	<u>£225,397</u>	<u>£40,195</u>	<u>£68,753</u>

Systems Integration (Trading) Limited

Notes to the financial statements (continued)

11. Pension commitments

The company operates a defined contribution pension scheme and a small self-administered pension scheme. The assets of the schemes are held separately from those of the company in independently administered funds. Contributions totalling £35,069 (2020 - £15,573) were payable to the funds at the year-end and are included in creditors.

12. Related party transactions

Dividends paid to directors in their capacity as shareholders during the year included £171,888 (2020 - £154,612) to R M Stephens, £7,813 (2020 - £7,028) to M J Derrick and £15,286 (2020 - £13,750) to P E Kelly.

Maxline Agencies Limited, a company in which P E Kelly is a director, invoiced Systems Integration (Trading) Limited £25,000 (2020 - £25,000) for director's services during the year.

13. Ultimate controlling party

The company is controlled by R M Stephens, a director.

14. General information

Systems Integration (Trading) Limited is a limited company incorporated in England. The address of its registered office is Lincoln House, Ground Floor Suite, Wellington Crescent, Fradley Park, Lichfield, Staffordshire, WS13 8RZ.

The financial statements are presented in £ sterling, which is the functional currency of the company.