

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021
FOR
UFAC (UK) LIMITED

UFAC (UK) LIMITED (REGISTERED NUMBER: 01239779)

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FOR THE YEAR ENDED 31 MARCH 2021**

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UFAC (UK) LIMITED

COMPANY INFORMATION FOR THE YEAR ENDED 31 MARCH 2021

| | |
|----------------------------------|---|
| DIRECTOR: | Mr RL Jones |
| SECRETARY: | Mr DJ Falconer |
| REGISTERED OFFICE: | Waterwitch House Exeter Road Newmarket Suffolk CB8 8RX |
| REGISTERED NUMBER: | 01239779 (England and Wales) |
| SENIOR STATUTORY AUDITOR: | Mr Westleigh Scales FCA FMAAT |
| AUDITORS: | Mark J Rees LLP Chartered Accountants and Statutory Auditors Granville Hall Granville Road Leicester LE1 7RU |

UFAC (UK) LIMITED (REGISTERED NUMBER: 01239779)**BALANCE SHEET
31 MARCH 2021**

| | Notes | 2021 £ | £ | 2020 £ | £ |
|--|-------|------------------|------------------|----------------|------------------|
| FIXED ASSETS | | | | | |
| Tangible assets | 4 | | 34,479 | | 58,071 |
| CURRENT ASSETS | | | | | |
| Stocks | | 469,976 | | 274,621 | |
| Debtors | 5 | 1,187,080 | | 1,117,074 | |
| Cash at bank and in hand | | <u>720,713</u> | | <u>533,497</u> | |
| | | 2,377,769 | | 1,925,192 | |
| CREDITORS | | | | | |
| Amounts falling due within one year | 6 | <u>1,304,650</u> | | <u>980,595</u> | |
| NET CURRENT ASSETS | | | <u>1,073,119</u> | | <u>944,597</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | 1,107,598 | | 1,002,668 |
| PROVISIONS FOR LIABILITIES | | | - | | 2,643 |
| NET ASSETS | | | <u>1,107,598</u> | | <u>1,000,025</u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | | | 212,124 | | 212,124 |
| Retained earnings | | | <u>895,474</u> | | <u>787,901</u> |
| SHAREHOLDERS' FUNDS | | | <u>1,107,598</u> | | <u>1,000,025</u> |

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the director and authorised for issue on 29 November 2021 and were signed by:

Mr RL Jones - Director

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

1. STATUTORY INFORMATION

UFAC (UK) 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 (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

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

Revenue comprises the fair value for the sale of goods excluding value added taxes and represents net invoice value less estimated rebates, returns and settlement discounts and including transport costs charged to customers.

The company supplies products to customers from its manufacturing sites and warehouses, under standard terms and conditions. In all cases revenue is recognised when the risks and rewards of ownership are transferred and this is defined to be on dispatch of the goods.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

| | |
|--------------------------|-------------------------------|
| Improvements to property | - 10% on cost |
| Plant and machinery | - 20% on cost and 10% on cost |
| Fixtures and fittings | - 10% on cost |
| Motor vehicles | - 25% on cost |

Fixed assets are reviewed for impairment if events or changes in circumstances indicate that the carrying amount may not be recoverable or as otherwise required by relevant accounting standards.

Shortfalls between the carrying value of fixed assets and their recoverable amounts, being the higher of fair value less costs to sell and value-in-use, are recognised as impairment losses. Impairments of revalued assets are treated as a revaluation decrease. All other impairment losses are recognised in profit and loss.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2021**

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

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 transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Creditors

Short term trade creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 25 (2020 - 22) .

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2021

4. TANGIBLE FIXED ASSETS

| | Improvements to property £ | Plant and machinery £ | Fixtures and fittings £ | Motor vehicles £ | Totals £ |
|-----------------------|-------------------------------------|-----------------------------|----------------------------------|------------------------|----------------|
| COST | | | | | |
| At 1 April 2020 | 36,531 | 304,565 | 52,381 | 41,273 | 434,750 |
| Additions | - | 2,093 | - | - | 2,093 |
| At 31 March 2021 | <u>36,531</u> | <u>306,658</u> | <u>52,381</u> | <u>41,273</u> | <u>436,843</u> |
| DEPRECIATION | | | | | |
| At 1 April 2020 | 31,212 | 256,973 | 52,381 | 36,113 | 376,679 |
| Charge for year | 711 | 19,815 | - | 5,159 | 25,685 |
| At 31 March 2021 | <u>31,923</u> | <u>276,788</u> | <u>52,381</u> | <u>41,272</u> | <u>402,364</u> |
| NET BOOK VALUE | | | | | |
| At 31 March 2021 | <u>4,608</u> | <u>29,870</u> | <u>-</u> | <u>1</u> | <u>34,479</u> |
| At 31 March 2020 | <u>5,319</u> | <u>47,592</u> | <u>-</u> | <u>5,160</u> | <u>58,071</u> |

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

| | Motor vehicles £ |
|--------------------------------------|------------------------|
| COST | |
| At 1 April 2020 and 31 March 2021 | <u>41,273</u> |
| DEPRECIATION | |
| At 1 April 2020 | 36,113 |
| Charge for year | 5,159 |
| At 31 March 2021 | <u>41,272</u> |
| NET BOOK VALUE | |
| At 31 March 2021 | <u>1</u> |
| At 31 March 2020 | <u>5,160</u> |

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2021 £ | 2020 £ |
|---------------|------------------|------------------|
| Trade debtors | 855,094 | 846,465 |
| Other debtors | <u>331,986</u> | <u>270,609</u> |
| | <u>1,187,080</u> | <u>1,117,074</u> |

UFAC (UK) LIMITED (REGISTERED NUMBER: 01239779)**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2021****6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

| | 2021 | 2020 |
|--------------------------------------|-------------------------|-----------------------|
| | £ | £ |
| Bank loans and overdrafts | 143,477 | 195,319 |
| Hire purchase contracts (see note 7) | 12,850 | 16,780 |
| Trade creditors | 648,835 | 399,344 |
| Amounts owed to group undertakings | 121,486 | 121,486 |
| Taxation and social security | 39,495 | 38,118 |
| Other creditors | 338,507 | 209,548 |
| | <u>1,304,650</u> | <u>980,595</u> |

7. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

| | Hire purchase contracts | |
|----------------------------|--------------------------------|-------------------------|
| | 2021 | 2020 |
| | £ | £ |
| Net obligations repayable: | | |
| Within one year | <u>12,850</u> | <u>16,780</u> |
| | Non-cancellable | operating leases |
| | 2021 | 2020 |
| | £ | £ |
| Within one year | 74,555 | 50,104 |
| Between one and five years | 167,685 | 38,658 |
| In more than five years | 144,500 | - |
| | <u>386,740</u> | <u>88,762</u> |

8. SECURED DEBTS

The following secured debts are included within creditors:

| | 2021 | 2020 |
|-------------------------|-----------------------|-----------------------|
| | £ | £ |
| Bank overdrafts | 143,477 | 195,319 |
| Hire purchase contracts | 12,850 | 16,780 |
| | <u>156,327</u> | <u>212,099</u> |

HSBC hold a fixed and floating charge over the assets of the company.

Hire purchase contracts are secured on the assets to which they relate.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2021**

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

The Report of the Auditors was unqualified.

Mr Westleigh Scales FCA FMAAT (Senior Statutory Auditor)
for and on behalf of Mark J Rees LLP Chartered Accountants

10. DIRECTOR'S ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 31 March 2021 and 31 March 2020:

| | 2021 | 2020 |
|--------------------------------------|-----------------------|----------------|
| | £ | £ |
| Mr RL Jones | | |
| Balance outstanding at start of year | 170,794 | 132,610 |
| Amounts advanced | 255,189 | 171,434 |
| Amounts repaid | (171,000) | (133,250) |
| Amounts written off | - | - |
| Amounts waived | - | - |
| Balance outstanding at end of year | <u>254,983</u> | <u>170,794</u> |

The loan is interest free and repayable on demand.

11. RELATED PARTY DISCLOSURES

An employee of the Company who is also the Son of a Director was loaned £180,000 by the company in November 2015. The balance outstanding as at 31 March 2021 is £41,042 (2020: £41,042).

At 31 March 2021 £121,486 (2020 - £121,486) was owed to UFAC (UK) Limited from UFAC Holdings Limited.

12. ULTIMATE PARENT COMPANY

In the directors' opinion, the company's ultimate parent company is UFAC Holdings Limited. UFAC Holdings Limited owns 100% of the issued share capital of UFAC (UK) Limited.

The registered office is located at Woolfox Lodge, Great North Road, Stretton, Oakham, Rutland, LE15 7QT.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.