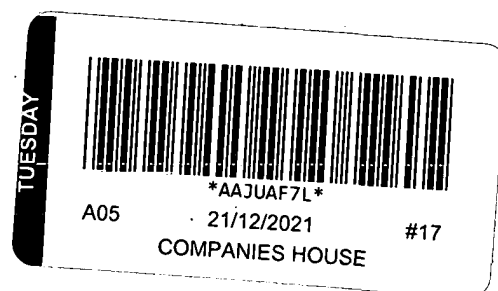


REGISTERED NUMBER: 01587253 (England and Wales)

**CHARTER CASTINGS LIMITED**

**Financial Statements for the Year Ended 31 December 2020**

Lancaster Haskins Limited Statutory Auditor  
Granville House  
2 Tettenhall Road  
Wolverhampton  
West Midlands  
WV1 4SB



# **CHARTER CASTINGS LIMITED**

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# **CHARTER CASTINGS LIMITED**

**Company Information**  
**for the Year Ended 31 December 2020**

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**DIRECTORS:**

P Harpin  
RC Newby  
P Baggott  
A C Shaw

**REGISTERED OFFICE:**

Bagnall Street  
Great Bridge  
Tipton  
West Midlands  
DY4 7BU

**REGISTERED NUMBER:**

01587253 (England and Wales)

**SENIOR STATUTORY AUDITOR:** Christopher Birchell FCA

**AUDITORS:**

Lancaster Haskins Limited Statutory Auditor  
Granville House  
2 Tettenhall Road  
Wolverhampton  
West Midlands  
WV1 4SB

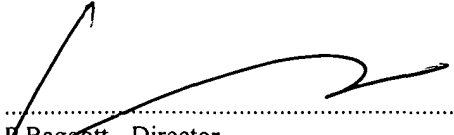
**CHARTER CASTINGS LIMITED (REGISTERED NUMBER: 01587253)****Balance Sheet  
31 December 2020**

	Notes	31.12.20 £	31.12.19 £
<b>FIXED ASSETS</b>			
Tangible assets	4	968,785	982,376
<b>CURRENT ASSETS</b>			
Stocks		408,812	543,597
Debtors	5	1,036,797	644,955
Cash at bank and in hand		39,951	30,952
		<u>1,485,560</u>	<u>1,219,504</u>
<b>CREDITORS</b>			
Amounts falling due within one year	6	<u>1,257,009</u>	<u>921,139</u>
<b>NET CURRENT ASSETS</b>		<u>228,551</u>	<u>298,365</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>1,197,336</u>	<u>1,280,741</u>
<b>CREDITORS</b>			
Amounts falling due after more than one year	7	<u>361,073</u>	<u>401,822</u>
<b>NET ASSETS</b>		<u><u>836,263</u></u>	<u><u>878,919</u></u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital		65,000	65,000
Share premium		25,000	25,000
Revaluation reserve	9	54,694	55,945
Capital redemption reserve		20,000	20,000
Retained earnings		671,569	712,974
		<u><u>836,263</u></u>	<u><u>878,919</u></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 Board of Directors and authorised for issue on 17/12/2021 and were signed on its behalf by:

  
F Baggott - Director

The notes form part of these financial statements

## CHARTER CASTINGS LIMITED

### Notes to the Financial Statements for the Year Ended 31 December 2020

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#### 1. STATUTORY INFORMATION

Charter Castings 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 as modified by the revaluation of certain assets.

##### **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 of wholly owned subsidiaries within the group.

##### **Turnover**

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

##### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 20% on reducing balance
Motor vehicles	- 25% on reducing balance
Patterns and dies	- 25% on reducing balance

##### **Stocks**

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

##### **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.

## CHARTER CASTINGS LIMITED

### Notes to the Financial Statements - continued for the Year Ended 31 December 2020

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#### 2. ACCOUNTING POLICIES - continued

##### **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.

##### **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.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

##### **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.

##### **Government grants**

Grants are accounted for under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to the profit and loss account at the same rate as the depreciation on the assets to which the grant relates.

Grants of a revenue nature are recognised in "other income" within profit or loss in the same period as the related expenditure. This includes the Government Coronavirus Job Retention Scheme ('Furlough') grants. The company has not directly benefited from any other forms of government assistance.

#### 3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 45 (2019 - 45).

# CHARTER CASTINGS LIMITED

## Notes to the Financial Statements - continued for the Year Ended 31 December 2020

### 4. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £
<b>COST OR VALUATION</b>			
At 1 January 2020	805,765	472,928	232,935
Additions	-	8,000	17,000
At 31 December 2020	805,765	480,928	249,935
<b>DEPRECIATION</b>			
At 1 January 2020	100,674	262,858	210,830
Charge for year	13,515	32,710	4,421
At 31 December 2020	114,189	295,568	215,251
<b>NET BOOK VALUE</b>			
At 31 December 2020	691,576	185,360	34,684
At 31 December 2019	705,091	210,070	22,105
	Motor vehicles £	Patterns and dies £	Totals £
<b>COST OR VALUATION</b>			
At 1 January 2020	19,950	245,144	1,776,722
Additions	29,474	-	54,474
At 31 December 2020	49,424	245,144	1,831,196
<b>DEPRECIATION</b>			
At 1 January 2020	8,729	211,255	794,346
Charge for year	8,946	8,473	68,065
At 31 December 2020	17,675	219,728	862,411
<b>NET BOOK VALUE</b>			
At 31 December 2020	31,749	25,416	968,785
At 31 December 2019	11,221	33,889	982,376

Cost or valuation at 31 December 2020 is represented by:

	Freehold property £	Plant and machinery £	Fixtures and fittings £
Valuation in 2014	62,513	-	-
Cost	743,252	480,928	249,935
	805,765	480,928	249,935

# CHARTER CASTINGS LIMITED

## Notes to the Financial Statements - continued for the Year Ended 31 December 2020

### 4. TANGIBLE FIXED ASSETS - continued

	Motor vehicles £	Patterns and dies £	Totals £
Valuation in 2014	-	-	62,513
Cost	49,424	245,144	1,768,683
	<u>49,424</u>	<u>245,144</u>	<u>1,831,196</u>

If freehold property had not been revalued it would have been included at the following historical cost:

	31.12.20 £	31.12.19 £
Cost	743,252	743,252
Aggregate depreciation	<u>114,189</u>	<u>100,674</u>
Value of land in freehold land and buildings	<u>130,000</u>	<u>130,000</u>

### 5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.20 £	31.12.19 £
Trade debtors	773,031	593,166
Amounts owed by group undertakings	122,079	7,685
Other debtors	141,687	44,104
	<u>1,036,797</u>	<u>644,955</u>

### 6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.20 £	31.12.19 £
Bank loans and overdrafts	34,174	33,318
Trade creditors	324,281	377,124
Amounts owed to group undertakings	315,796	60,072
Taxation and social security	118,043	56,213
Other creditors	464,715	394,412
	<u>1,257,009</u>	<u>921,139</u>

### 7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.12.20 £	31.12.19 £
Bank loans	273,854	295,783
Other creditors	87,219	106,039
	<u>361,073</u>	<u>401,822</u>



## CHARTER CASTINGS LIMITED

### Notes to the Financial Statements - continued for the Year Ended 31 December 2020

#### 7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR - continued

	31.12.20 £	31.12.19 £
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	121,475	113,767

#### 8. SECURED DEBTS

The following secured debts are included within creditors:

	31.12.20 £	31.12.19 £
Bank loans	308,028	329,101
HSBC Invoice discounting	324,587	323,841
	632,615	652,942

Bank loans are secured by a legal charge over the freehold property and a fixed and floating charge on the company's assets.

HSBC Invoice discounting liabilities are secured by way of a fixed equitable charge over all purchased debts and a floating charge on the company's assets.

Unlimited Multilateral Guarantee dated 17 January 2020 given by other group companies.

Hire purchase liabilities are secured on the asset to which the contract relates.

#### 9. RESERVES

	Revaluation reserve £
At 1 January 2020	55,945
Transfer	(1,251)
At 31 December 2020	54,694

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

The Report of the Auditors was unqualified.

Christopher Birchell FCA (Senior Statutory Auditor)  
for and on behalf of Lancaster Haskins Limited Statutory Auditor

#### 11. GUARANTEES AND OTHER FINANCIAL COMMITMENTS

The company had total guarantees and commitments at the balance sheet date of £12,227 (2019 - £17,202)

## **CHARTER CASTINGS LIMITED**

### **Notes to the Financial Statements - continued for the Year Ended 31 December 2020**

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#### **12. POST BALANCE SHEET EVENTS**

After the year end, the business has continued to be impacted by the ongoing COVID-19 pandemic, which continues to cause some uncertainty within the industry and the wider economy, although the impact has significantly decreased since the lifting of restrictions on 19 July 2021. The directors have factored this in to their considerations of going concern, and are confident that appropriate measures and plans are in place for the foreseeable future.

#### **13. ULTIMATE CONTROLLING PARTY**

The director, R C Newby, and his family are the ultimate controlling party of the Company.

#### **14. GOING CONCERN**

After the year end, Charter Castings Limited, like all UK businesses had to continue working through and managing the many challenges of the COVID-19 pandemic, which has had repercussions for its employees, customers, suppliers and competitors. While the most acute impacts of three national lockdowns have hopefully now passed, following the lifting of restrictions on 19 July 2021, there remains a risk that increasing case numbers over the winter period could require the re-introduction of similar measures to those previously implemented.

In the event of such measures, management have considered the impact on the business, and whether this would change the current assessment regarding going concern. Management believe that the business would continue as a going concern in the face of such measures and would take the following steps in such circumstances:

To remain trading, through the continuing implementation of strict hygiene, social distancing and safety controls.

In the unlikely event that a future shutdown were made mandatory by the government, management would seek extension of liabilities where possible, but consider that the reserves of the business and the group support available are sufficient to meet these obligations, if such extension could not be obtained.