

REGISTERED NUMBER: 01651239 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018

FOR

R W MACHINES LIMITED

Astral Accountancy Services Limited
Astral House
Granville Way
Bicester
Oxfordshire
OX26 4JT

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	4

R W MACHINES LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2018

DIRECTORS: D G Thompson-Rowlands
M Thompson-Rowlands

SECRETARY: D G Thompson-Rowlands

REGISTERED OFFICE: Rowood House
Murdock Road
Bicester
Oxfordshire
OX26 4PP

REGISTERED NUMBER: 01651239 (England and Wales)

ACCOUNTANTS: Astral Accountancy Services Limited
Astral House
Granville Way
Bicester
Oxfordshire
OX26 4JT

R W MACHINES LIMITED (REGISTERED NUMBER: 01651239)

**BALANCE SHEET
30 SEPTEMBER 2018**

	Notes	2018 £	£	2017 £	£
FIXED ASSETS					
Tangible assets	4		353,312		318,854
CURRENT ASSETS					
Stocks	5	987,327		1,009,782	
Debtors	6	730,724		875,936	
Cash at bank and in hand		241		5,154	
		1,718,292		1,890,872	
CREDITORS					
Amounts falling due within one year	7	1,360,928		1,595,358	
NET CURRENT ASSETS			357,364		295,514
TOTAL ASSETS LESS CURRENT LIABILITIES			710,676		614,368
CREDITORS					
Amounts falling due after more than one year	8		130,146		122,345
NET ASSETS			580,530		492,023
CAPITAL AND RESERVES					
Called up share capital	10		124		124
Retained earnings			580,406		491,899
SHAREHOLDERS' FUNDS			580,530		492,023

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 September 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2018 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

R W MACHINES LIMITED (REGISTERED NUMBER: 01651239)

BALANCE SHEET - continued
30 SEPTEMBER 2018

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

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 on 20 June 2019 and were signed on its behalf by:

D G Thompson-Rowlands - Director

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

1. STATUTORY INFORMATION

R W Machines 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.

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.

Significant judgements and estimates

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in the accounting policies below.

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Turnover

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

Revenue is recognised for the sale of goods when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on the dispatch of goods), the amount of revenue can be measured reliably, it is probable that the economic benefit will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

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.

Leasehold Improvements	- 15% on cost
Plant & Equipment	- 15% on reducing balance
Office Equipment	- 15% on reducing balance
Fixtures & Fittings	- 10% on reducing balance
Motor Vehicles	- 25% on reducing balance
Computer Equipment	- 20% on reducing balance

No depreciation is provided in respect of freehold property. This conflicts with the requirements of the Companies Act 2006 that all properties should be depreciated. The directors consider that, as this property is being fully maintained and its value is not diminishing, to depreciate it would not give a true and fair view.

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.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

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.

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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rate of exchange 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 rate differences are taken into account in arriving at the operating result.

Warranty

The company provides a warranty in respect of the goods sold. The financial statements continue to be prepared to reflect this liability and the calculation varies by reference to the sales made.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 12 (2017 - 14) .

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2018

4. TANGIBLE FIXED ASSETS

	Leasehold Improvements £	Freehold Property £	Plant & Equipment £	Office Equipment £
COST				
At 1 October 2017	97,189	224,896	82,593	37,297
Disposals	-	-	-	(29,137)
At 30 September 2018	97,189	224,896	82,593	8,160
DEPRECIATION				
At 1 October 2017	93,097	-	71,781	35,521
Charge for year	722	-	745	113
Eliminated on disposal	-	-	-	(28,114)
At 30 September 2018	93,819	-	72,526	7,520
NET BOOK VALUE				
At 30 September 2018	3,370	224,896	10,067	640
At 30 September 2017	4,092	224,896	10,812	1,776

	Fixtures & Fittings £	Motor Vehicles £	Computer Equipment £	Totals £
COST				
At 1 October 2017	27,143	122,533	45,758	637,409
Additions	-	113,920	3,927	117,847
Disposals	-	(101,133)	-	(130,270)
At 30 September 2018	27,143	135,320	49,685	624,986
DEPRECIATION				
At 1 October 2017	25,453	49,023	43,680	318,555
Charge for year	254	21,412	1,201	24,447
Eliminated on disposal	-	(43,214)	-	(71,328)
At 30 September 2018	25,707	27,221	44,881	271,674
NET BOOK VALUE				
At 30 September 2018	1,436	108,099	4,804	353,312
At 30 September 2017	1,690	73,510	2,078	318,854

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

4. TANGIBLE FIXED ASSETS - continued

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

	Motor Vehicles £
COST	
At 1 October 2017	121,993
Additions	113,520
Disposals	(34,270)
Transfer to ownership	(66,863)
At 30 September 2018	<u>134,380</u>
DEPRECIATION	
At 1 October 2017	48,484
Charge for year	19,580
Eliminated on disposal	(3,405)
Transfer to ownership	(38,077)
At 30 September 2018	<u>26,582</u>
NET BOOK VALUE	
At 30 September 2018	<u>107,798</u>
At 30 September 2017	<u>73,509</u>

5. STOCKS

	2018 £	2017 £
Machines & Parts	<u>987,327</u>	<u>1,009,782</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade Debtors	673,907	831,359
Other Debtors	8,216	2,050
Prepayments	<u>48,601</u>	<u>42,527</u>
	<u>730,724</u>	<u>875,936</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Bank loans and overdrafts	202,084	275,818
Hire purchase contracts	28,410	21,417
Trade Creditors	1,091,727	1,236,945
Taxation	24,048	9,165
Social security and other taxes	6,449	44,892
Other Creditors	5,210	2,769
Directors' current accounts	-	1,352
Accruals and deferred income	<u>3,000</u>	<u>3,000</u>
	<u>1,360,928</u>	<u>1,595,358</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2018	2017
	£	£
Bank loans - 2-5 years	73,981	-
Bank loans more than 5 years	-	106,610
Hire purchase contracts	56,165	15,735
	<u>130,146</u>	<u>122,345</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more than 5 years	<u>-</u>	<u>106,610</u>

9. SECURED DEBTS

The following secured debts are included within creditors:

	2018	2017
	£	£
Bank overdrafts	170,444	191,192
Bank loans	105,621	191,236
Hire purchase contracts	84,575	37,152
	<u>360,640</u>	<u>419,580</u>

The bank overdraft is secured by a personal guarantee provided by D G Thompson-Rowlands of £200,000.

The bank loan is secured by way of a legal charge over the freehold property of the company and a personal guarantee provided by D G Thompson-Rowlands.

The hire purchase contracts are secured against the assets to which they relate.

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2018	2017
			£	£
124	Ordinary	£1	<u>124</u>	<u>124</u>

11. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

D G Thompson-Rowlands is a party to a rental agreement with the company in respect of rents payable for premises occupied by the company. The rental amount included in the financial statements in respect of this property is £40,000 (2017: £40,000). No Amounts were outstanding as at the year end.

All transactions are undertaken at arms length on normal commercial terms.

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.