

REGISTERED NUMBER: 01690818 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2016
FOR
MIDTHERM ENGINEERING LIMITED

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FOR THE YEAR ENDED 31ST DECEMBER 2016

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MIDTHERM ENGINEERING LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31ST DECEMBER 2016

DIRECTORS: J Walsh
D Walker

SECRETARY: Mrs S Poultney

REGISTERED OFFICE: Staffordshire House
28 New Road
Netherton
Dudley
West Midlands
DY2 8TA

REGISTERED NUMBER: 01690818 (England and Wales)

ACCOUNTANTS: French Ludlam & Co Limited
Mountfield House
661 High Street
Kingswinford
West Midlands
DY6 8AL

STATEMENT OF FINANCIAL POSITION
31ST DECEMBER 2016

	Notes	2016 £	£	2015 £	£
FIXED ASSETS					
Tangible assets	4	393,900		313,721	
Investments	5	<u>315</u>		<u>315</u>	
		394,215		314,036	
CURRENT ASSETS					
Stocks	6	39,037		41,847	
Debtors	7	634,681		674,040	
Cash at bank and in hand		<u>671,375</u>		<u>598</u>	
		1,345,093		716,485	
CREDITORS					
Amounts falling due within one year	8	<u>733,505</u>		<u>593,769</u>	
NET CURRENT ASSETS		611,588		122,716	
TOTAL ASSETS LESS CURRENT LIABILITIES		1,005,803		436,752	
CREDITORS					
Amounts falling due after more than one year	9	(12,391)		(34,332)	
PROVISIONS FOR LIABILITIES		(18,266)		(7,548)	
NET ASSETS		975,146		394,872	
CAPITAL AND RESERVES					
Called up share capital		250		250	
Retained earnings		<u>974,896</u>		<u>394,622</u>	
SHAREHOLDERS' FUNDS		975,146		394,872	

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st December 2016.

The members have not required the company to obtain an audit of its financial statements for the year ended 31st December 2016 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)

STATEMENT OF FINANCIAL POSITION - continued
31ST DECEMBER 2016

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 6th July 2017 and were signed on its behalf by:

J Walsh - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2016

1. STATUTORY INFORMATION

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

Preparation of consolidated financial statements

The financial statements contain information about Midtherm Engineering Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company has taken the option under Section 398 of the Companies Act 2006 not to prepare consolidated financial statements.

Turnover

Turnover represents net invoiced sales of goods and services, excluding value added tax.

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.

Freehold property	- 2% on cost
Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 10% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 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.

Where the outcome of a contract can be estimated reliably, revenue and costs are recognised by reference to the stage of completion of the contract activity at the balance sheet date. The assessment of the stage of completion is dependent on the nature of the contract, but will generally be based on the estimated proportion of the total contract costs which have been incurred to date. If a contract is expected to be loss-making, a provision is recognised for the entire loss.

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 statement of financial position date.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2016

2. ACCOUNTING POLICIES - continued

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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 statement of financial position 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.

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.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 25 .

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2016

4. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1st January 2016	312,202	340,483	652,685
Additions	-	174,157	174,157
Disposals	-	(96,234)	(96,234)
At 31st December 2016	<u>312,202</u>	<u>418,406</u>	<u>730,608</u>
DEPRECIATION			
At 1st January 2016	134,259	204,705	338,964
Charge for year	4,644	65,768	70,412
Eliminated on disposal	-	(72,668)	(72,668)
At 31st December 2016	<u>138,903</u>	<u>197,805</u>	<u>336,708</u>
NET BOOK VALUE			
At 31st December 2016	<u>173,299</u>	<u>220,601</u>	<u>393,900</u>
At 31st December 2015	<u>177,943</u>	<u>135,778</u>	<u>313,721</u>

Included in cost of land and buildings is freehold land of £ 80,000 (2015 - £ 80,000) which is not depreciated.

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

	Plant and machinery etc £
COST	
At 1st January 2016	63,038
Additions	31,780
Transfer to ownership	(21,094)
At 31st December 2016	<u>73,724</u>
DEPRECIATION	
At 1st January 2016	26,423
Charge for year	14,875
Transfer to ownership	(12,195)
At 31st December 2016	<u>29,103</u>
NET BOOK VALUE	
At 31st December 2016	<u>44,621</u>
At 31st December 2015	<u>36,615</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2016

5. FIXED ASSET INVESTMENTS

	Other investments £
COST	
At 1st January 2016	
and 31st December 2016	<u>315</u>
NET BOOK VALUE	
At 31st December 2016	<u>315</u>
At 31st December 2015	<u>315</u>

6. STOCKS

	2016	2015
	£	£
Stocks	<u>39,037</u>	<u>41,847</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016	2015
	£	£
Trade debtors	585,278	654,166
Other debtors	<u>49,403</u>	<u>19,874</u>
	<u>634,681</u>	<u>674,040</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016	2015
	£	£
Bank loans and overdrafts	-	40,671
Hire purchase contracts	18,127	15,168
Trade creditors	355,287	395,563
Taxation and social security	341,556	122,142
Other creditors	<u>18,535</u>	<u>20,225</u>
	<u>733,505</u>	<u>593,769</u>

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

	2016	2015
	£	£
Bank loans	-	23,660
Hire purchase contracts	<u>12,391</u>	<u>10,672</u>
	<u>12,391</u>	<u>34,332</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2016

10. SECURED DEBTS

The following secured debts are included within creditors:

	2016	2015
	£	£
Bank overdraft	-	19,271
Bank loans	-	45,060
Hire purchase contracts	30,518	25,840
	<u>30,518</u>	<u>90,171</u>

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

11. RELATED PARTY DISCLOSURES

During the year, total dividends of £100,000 were paid to the directors .

12. SHARE CAPITAL

On 27 September 2016 the company split its 250 £1 ordinary shares into 1,000 £0.25 ordinary shares. each share carries one voting right and rank pari passu for dividend purposes.

13. POST BALANCE SHEET EVENTS

On 12 June 2017 the company made an off market purchase of 420 ordinary shares of £0.25 each from its issued share capital, for a consideration of £1,000 per share.

14. FIRST YEAR ADOPTION

No adjustments to the values included in the financial statements were required on transition to Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

CHARTERED CERTIFIED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
MIDTHERM ENGINEERING LIMITED

The following reproduces the text of the report prepared for the directors and members in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Statement of Financial Position. Readers are cautioned that the Statement of Comprehensive Income and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Midtherm Engineering Limited for the year ended 31st December 2016 which comprise the Statement of Comprehensive Income, Statement of Financial Position, and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at <http://www.accaglobal.com/rulebook>.

This report is made solely to the Board of Directors of Midtherm Engineering Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Midtherm Engineering Limited and state those matters that we have agreed to state to the Board of Directors of Midtherm Engineering Limited, as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at <http://www.accaglobal.com/factsheet163>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Midtherm Engineering Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Midtherm Engineering Limited. You consider that Midtherm Engineering Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Midtherm Engineering Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

French Ludlam & Co Limited
Mountfield House
661 High Street
Kingswinford
West Midlands
DY6 8AL

6th July 2017

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.