

REGISTERED NUMBER: 01820948 (England and Wales)

Unaudited Financial Statements
for the Year Ended 31 December 2016
for
Crewe Precision Engineering Limited

**Contents of the Financial Statements
for the year ended 31 December 2016**

| | Page |
|--|-------------|
| Company Information | 1 |
| Statement of Financial Position | 2 |
| Notes to the Financial Statements | 4 |

Crewe Precision Engineering Limited

**Company Information
for the year ended 31 December 2016**

DIRECTOR: C P Reade

REGISTERED OFFICE: Tricketts Lane
Willaston
Nantwich
Cheshire
CW5 6PY

REGISTERED NUMBER: 01820948 (England and Wales)

ACCOUNTANTS: Banks Sheridan
Datum House
Electra Way
Crewe
Cheshire
CW1 6ZF

Statement of Financial Position
31 December 2016

| | | 2016 | 2015 |
|--|-------|----------------|------------------|
| | Notes | £ | as restated £ |
| FIXED ASSETS | | | |
| Tangible assets | 5 | 5,193 | 121,485 |
| Investments | 6 | - | 280,879 |
| | | <u>5,193</u> | <u>402,364</u> |
| CURRENT ASSETS | | | |
| Stocks | 7 | 5,079 | 5,357 |
| Debtors | 8 | 108,928 | 25,565 |
| Cash at bank and in hand | | 99 | 24,322 |
| | | <u>114,106</u> | <u>55,244</u> |
| CREDITORS | | | |
| Amounts falling due within one year | 9 | (47,785) | (332,636) |
| NET CURRENT ASSETS/(LIABILITIES) | | <u>66,321</u> | <u>(277,392)</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 71,514 | 124,972 |
| PROVISIONS FOR LIABILITIES | 12 | - | (536) |
| NET ASSETS | | <u>71,514</u> | <u>124,436</u> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | | 10,000 | 10,000 |
| Share premium | | 56,538 | 56,538 |
| Capital redemption reserve | | 28,462 | 28,462 |
| Retained earnings | | (23,486) | 29,436 |
| SHAREHOLDERS' FUNDS | | <u>71,514</u> | <u>124,436</u> |

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

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2016 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his 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.

Statement of Financial Position - continued
31 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 director on 25 August 2017 and were signed by:

C P Reade - Director

**Notes to the Financial Statements
for the year ended 31 December 2016**

1. STATUTORY INFORMATION

Crewe Precision Engineering Limited ('The Company') is primarily engaged in precision engineering and toolmaking.

The company is a private company limited by shares and is incorporated in England and Wales. The address of the principal place of business and of the registered office is Tricketts Lane, Willaston, Nantwich, Cheshire, CW5 6PY. The registered number can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. STATEMENT OF COMPLIANCE

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. This is the first set of financial statements prepared by the company in accordance with FRS 102 (Section 1A) and an explanation of how the transition has affected the reporting financial position and financial performance is given in note 19.

3. ACCOUNTING POLICIES

Summary of significant accounting policies

The financial statements have been prepared under the historical cost convention.

The principle accounting policies applied in the preparation of these financial statements are set out below.

These policies have been consistently applied to all years presented, unless otherwise stated.

Basis of preparation

The financial statements are prepared on the going concern basis under the historical cost convention and comply with the United Kingdom Accounting Standards and Companies Act 2006.

Going concern

No material uncertainties that may cast significant doubt about the ability of the company to continue as a going concern have been identified by the director.

On this basis the director considers it appropriate to prepare the financial statements on the going concern basis.

Revenue recognition

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods supplied and services rendered, stated net of discounts and of Value Added Tax.

Income is recognised when goods have been delivered to customers such that risks and rewards of ownership have transferred to them.

Tangible fixed assets

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

| | |
|-----------------------|----------------------------|
| Plant and machinery | - 10% on cost |
| Fixtures and fittings | - at varying rates on cost |
| Motor vehicles | - 25% on reducing balance |

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Notes to the Financial Statements - continued
for the year ended 31 December 2016

3. ACCOUNTING POLICIES - continued

Stocks

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

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

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.

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.

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.

4. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 4 (2015 - 5) .

Notes to the Financial Statements - continued
for the year ended 31 December 2016

5. TANGIBLE FIXED ASSETS

| | Plant and machinery £ | Fixtures and fittings £ | Motor vehicles £ | Totals £ |
|------------------------|-----------------------------|----------------------------------|------------------------|----------------|
| COST | | | | |
| At 1 January 2016 | 368,490 | 35,619 | 28,335 | 432,444 |
| Disposals | (368,490) | - | - | (368,490) |
| At 31 December 2016 | <u>-</u> | <u>35,619</u> | <u>28,335</u> | <u>63,954</u> |
| DEPRECIATION | | | | |
| At 1 January 2016 | 254,062 | 35,230 | 21,667 | 310,959 |
| Charge for year | 7,994 | 197 | 1,667 | 9,858 |
| Eliminated on disposal | (262,056) | - | - | (262,056) |
| At 31 December 2016 | <u>-</u> | <u>35,427</u> | <u>23,334</u> | <u>58,761</u> |
| NET BOOK VALUE | | | | |
| At 31 December 2016 | <u>-</u> | <u>192</u> | <u>5,001</u> | <u>5,193</u> |
| At 31 December 2015 | <u>114,428</u> | <u>389</u> | <u>6,668</u> | <u>121,485</u> |

6. FIXED ASSET INVESTMENTS

| | Shares in group undertakings £ |
|-----------------------|---|
| COST | |
| At 1 January 2016 | 280,879 |
| Disposals | (280,879) |
| At 31 December 2016 | <u>-</u> |
| NET BOOK VALUE | |
| At 31 December 2016 | <u>-</u> |
| At 31 December 2015 | <u>280,879</u> |

7. STOCKS

| | 2016 £ | 2015 as restated £ |
|------------------|--------------|--------------------------|
| Stocks | 76 | 522 |
| Work-in-progress | <u>5,003</u> | <u>4,835</u> |
| | <u>5,079</u> | <u>5,357</u> |

Notes to the Financial Statements - continued
for the year ended 31 December 2016

8. **DEBTORS**

| | 2016 | 2015 as restated |
|---|----------------|---------------------|
| | £ | £ |
| Amounts falling due within one year: | | |
| Trade debtors | 18,692 | 16,620 |
| Amounts owed by group undertakings | 80,839 | 964 |
| Other debtors | - | 3,000 |
| Prepayments | 4,341 | 4,981 |
| | <u>103,872</u> | <u>25,565</u> |
| Amounts falling due after more than one year: | | |
| Deferred tax asset | 5,056 | - |
| Aggregate amounts | <u>108,928</u> | <u>25,565</u> |

Amounts owed by group undertakings are unsecured, interest free and repayable on demand.

9. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

| | 2016 | 2015 as restated |
|---|---------------|---------------------|
| | £ | £ |
| Bank loans and overdrafts (see note 10) | 3,763 | - |
| Trade creditors | 9,084 | 10,967 |
| Amounts owed to group undertakings | - | 296,652 |
| Social security and other taxes | 563 | 919 |
| VAT | 26,481 | 1,602 |
| Other creditors | 833 | 867 |
| Director's current account | 3,849 | 14,308 |
| Accrued expenses | 3,212 | 7,321 |
| | <u>47,785</u> | <u>332,636</u> |

Amounts owed to group undertakings were unsecured, interest free and repayable on demand.

10. **LOANS**

An analysis of the maturity of loans is given below:

| | 2016 | 2015 as restated |
|---|--------------|---------------------|
| | £ | £ |
| Amounts falling due within one year or on demand: | | |
| Bank overdrafts | <u>3,763</u> | <u>-</u> |

Notes to the Financial Statements - continued
for the year ended 31 December 2016

11. SECURED DEBTS

The following secured debts are included within creditors:

| | 2016 | 2015 as restated |
|----------------|--------------|---------------------|
| | £ | £ |
| Bank overdraft | <u>3,763</u> | <u>-</u> |

The bank overdraft is secured by a debenture over the company's assets and a personal guarantee given by the director.

12. PROVISIONS FOR LIABILITIES

| | 2016 | 2015 as restated |
|-------------------------------------|----------|---------------------|
| | £ | £ |
| Deferred tax | <u>-</u> | <u>536</u> |
| | | Deferred tax |
| | | £ |
| Balance at 1 January 2016 | | 536 |
| Credit to income statement for year | | <u>(536)</u> |
| Balance at 31 December 2016 | | <u>-</u> |

13. DIRECTOR'S ADVANCES, CREDITS AND GUARANTEES

During the year interest of £381 (2015: £425) has been incurred by the company in respect of the director's loan. At 31 December 2016, £274 (2015: £425) remains unpaid and is included with accruals: amounts falling due within one year.

14. RELATED PARTY DISCLOSURES

Transactions with related parties during the year were as follows:

Group undertakings:

| | 2016 | 2015 |
|---|---------|------|
| | £ | £ |
| Sale of tangible fixed assets at market value consideration | 119,000 | - |

Balances outstanding at the end of the reporting period with group undertakings are all disclosed separately within debtors: amounts falling due within one year.

15. ULTIMATE PARENT COMPANY

Crewe Engineering Group Holdings Limited is the ultimate parent undertaking, a company incorporated and operating in the United Kingdom.

Copies of the financial statements of Crewe Engineering Group Holdings Limited can be obtained from the Registrar of Companies, Companies House, Crown Way, Cardiff, CF14 3UZ.

**Notes to the Financial Statements - continued
for the year ended 31 December 2016**

16. TRANSITION TO FRS 102 (SECTION 1A)

The company has adopted FRS 102 (Section 1A) for the year ended 31 December 2016. No restatement of the comparative prior year amounts has been required.

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.