

**REGISTERED NUMBER: 02629112 (England and Wales)**

**Financial Statements for the Year Ended 31 October 2022**

**for**

**Morgans Machinery Limited**



Hamiltons Group Limited  
Chartered Certified Accountants  
Meriden House  
6 Great Cornbow  
Halesowen  
West Midlands  
B63 3AB

**Contents of the Financial Statements**  
**for the Year Ended 31 October 2022**

	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Chartered Certified Accountants' Report</b>	<b>2</b>
<b>Statement of Financial Position</b>	<b>3</b>
<b>Notes to the Financial Statements</b>	<b>5</b>

**Morgans Machinery Limited**  
**Company Information**  
**for the Year Ended 31 October 2022**

<b>DIRECTORS:</b>	M T Cap G L Bottomley K M Cap
<b>SECRETARY:</b>	M T Cap
<b>REGISTERED OFFICE:</b>	Meriden House 6 Great Cornbow Halesowen West Midlands B63 3AB
<b>REGISTERED NUMBER:</b>	02629112 (England and Wales)
<b>ACCOUNTANTS:</b>	Hamiltons Group Limited Chartered Certified Accountants Meriden House 6 Great Cornbow Halesowen West Midlands B63 3AB
<b>BANKERS:</b>	Lloyds Bank Plc City Office Branch PO Box 72 Bailey Drive Gillingham Business Park Kent ME8 0LS

**Chartered Certified Accountants' Report to the Board of Directors**  
**on the Unaudited Financial Statements of**  
**Morgans Machinery Limited**

The following reproduces the text of the report prepared for the directors 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 Income Statement 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 Morgans Machinery Limited for the year ended 31 October 2022 which comprise the Income Statement, Statement of Financial Position, Statement of Changes in Equity 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 Morgans Machinery 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 Morgans Machinery Limited and state those matters that we have agreed to state to the Board of Directors of Morgans Machinery 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 Morgans Machinery 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 Morgans Machinery Limited. You consider that Morgans Machinery 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 Morgans Machinery 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.

*Hamiltons Group Ltd*

Hamiltons Group Limited  
Chartered Certified Accountants  
Meriden House  
6 Great Cornbow  
Halesowen  
West Midlands  
B63 3AB



24 March 2023

**Morgans Machinery Limited (Registered number: 02629112)**

**Statement of Financial Position**  
**31 October 2022**

	Notes	2022 £	2021 £
<b>FIXED ASSETS</b>			
Property, plant and equipment	4	12,213	19,188
<b>CURRENT ASSETS</b>			
Inventories	5	124,833	64,042
Debtors	6	27,732	30,206
Cash at bank		-	111,565
		<u>152,565</u>	<u>205,813</u>
<b>CREDITORS</b>			
Amounts falling due within one year	7	<u>71,275</u>	<u>97,584</u>
<b>NET CURRENT ASSETS</b>		<u>81,290</u>	<u>108,229</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>93,503</u>	<u>127,417</u>
<b>CREDITORS</b>			
Amounts falling due after more than one year	8	(34,167)	(44,167)
<b>PROVISIONS FOR LIABILITIES</b>	9	<u>(2,320)</u>	<u>(3,646)</u>
<b>NET ASSETS</b>		<u><u>57,016</u></u>	<u><u>79,604</u></u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	10	100	100
Retained earnings		<u>56,916</u>	<u>79,504</u>
<b>SHAREHOLDERS' FUNDS</b>		<u><u>57,016</u></u>	<u><u>79,604</u></u>

The notes on pages 5 to 8 form part of these financial statements

**Statement of Financial Position - continued**  
**31 October 2022**

The company is entitled to exemption from audit under Section 479A of the Companies Act 2006 relating to subsidiary companies for the year ended 31 October 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 October 2022 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
- (b) 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.

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 24 March 2023 and were signed on its behalf by:



M T Cap - Director

**Morgans Machinery Limited (Registered number: 02629112)**

**Notes to the Financial Statements**  
**for the Year Ended 31 October 2022**

**1. STATUTORY INFORMATION**

Morgans Machinery 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.

The financial statements are presented in pound sterling which is the functional currency of the company and rounded to the nearest £.

**Turnover**

Revenue 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**

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management.

The Company adds to the carrying amount of an item of fixed assets the cost of replacing part of such an item when that cost is incurred, if the replacement part is expected to provide incremental future benefits to the Company. The carrying amount of the replaced part is derecognised. Repairs and maintenance are charged to profit or loss during the period in which they are incurred.

Depreciation is charged so as to allocate the cost of the assets less their residual value over their estimated useful lives.

Depreciation is provided on the following basis:

Plant and machinery	-	10%	on reducing balance
Fixtures and fittings	-	10%	on reducing balance
Motor vehicles	-	25%	on reducing balance

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Income Statement.

**Stocks**

Inventories 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 statement of financial position date.

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 October 2022**

**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.

**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 5 (2021 - 4).

**4. PROPERTY, PLANT AND EQUIPMENT**

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
<b>COST</b>				
At 1 November 2021	23,482	23,615	64,088	111,185
Additions	1,409	-	-	1,409
Disposals	-	-	(36,508)	(36,508)
At 31 October 2022	24,891	23,615	27,580	76,086
<b>DEPRECIATION</b>				
At 1 November 2021	19,500	19,066	53,431	91,997
Charge for year	493	455	2,664	3,612
Eliminated on disposal	-	-	(31,736)	(31,736)
At 31 October 2022	19,993	19,521	24,359	63,873
<b>NET BOOK VALUE</b>				
At 31 October 2022	4,898	4,094	3,221	12,213
At 31 October 2021	3,982	4,549	10,657	19,188

**5. INVENTORIES**

	2022 £	2021 £
Raw materials	124,833	64,042



**Morgans Machinery Limited (Registered number: 02629112)**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 October 2022**

**6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022	2021
	£	£
Trade debtors	20,430	28,389
Amounts owed by related parties	6,058	1,570
Prepayments	1,244	247
	<u>27,732</u>	<u>30,206</u>

Amounts owed by related parties do not bear any interest, are unsecured and are repayable on demand.

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

	2022	2021
	£	£
Bank loans and overdrafts	17,741	5,833
Trade creditors	30,771	22,067
Amounts owed to related parties	14,395	9,382
Corporation tax	1,794	21,774
Social security and other taxes	2,595	7,505
Other creditors	679	101
Directors' accounts	-	5,269
Accruals and deferred income	3,300	25,653
	<u>71,275</u>	<u>97,584</u>

Amounts owed to related parties do not bear any interest, are unsecured and are repayable on demand.

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

	2022	2021
	£	£
Bank loans - 1-2 years	10,000	20,000
Bank loans - 2-5 years	24,167	24,167
	<u>34,167</u>	<u>44,167</u>

**9. PROVISIONS FOR LIABILITIES**

	2022	2021
	£	£
Deferred tax	<u>2,320</u>	<u>3,646</u>
		Deferred tax
		£
Balance at 1 November 2021		3,646
Movement in the year		<u>(1,326)</u>
Balance at 31 October 2022		<u>2,320</u>

A deferred tax provision has arisen as a result of accelerated capital allowances.

**Morgans Machinery Limited (Registered number: 02629112)**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 October 2022**

**10. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2022 £	2021 £
10,000	Ordinary	1 p	<u>100</u>	<u>100</u>

**11. ULTIMATE CONTROLLING PARTY**

The company became a 100% subsidiary of Mount Trading Company Limited on 25th February 2022.

The Directors regard Mount Trading Company Limited as the company's ultimate parent undertaking, whose registered office is Meriden House, 6 Great Cornbow, Halesowen, B63 3AB. The consolidated accounts of this company may be obtained from the Registrar of Companies, Companies Registration Office, Crown Way, Maindy, Cardiff, CF14 3UZ.