

REGISTERED NUMBER: 03319645 (England and Wales)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020
FOR
GIBBS GEARS (PRECISION ENGINEERS) LTD

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for the Year Ended 31 August 2020**

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GIBBS GEARS (PRECISION ENGINEERS) LTD

COMPANY INFORMATION
for the Year Ended 31 August 2020

DIRECTORS:

P Garrod
Mrs J Garrod

SECRETARY:

Mrs J Garrod

REGISTERED OFFICE:

Units 3 & 4, Triangle Business Park
Quilters Way
Stoke Mandeville
Buckinghamshire
HP22 5BL

REGISTERED NUMBER:

03319645 (England and Wales)

ACCOUNTANTS:

COLIN GRAY & CO LIMITED
Chartered Accountants
Hardy House
Northbridge Road
Berkhamsted
Hertfordshire
HP4 1EF

BALANCE SHEET
31 August 2020

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Tangible assets	4		1,787,042		2,216,200
CURRENT ASSETS					
Stocks		200,000		114,000	
Debtors	5	1,189,618		1,324,486	
Cash at bank		<u>243,805</u>		<u>62,054</u>	
		1,633,423		1,500,540	
CREDITORS					
Amounts falling due within one year	6	<u>1,039,470</u>		<u>1,190,462</u>	
NET CURRENT ASSETS			<u>593,953</u>		<u>310,078</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			2,380,995		2,526,278
CREDITORS					
Amounts falling due after more than one year	7		(886,610)		(1,055,388)
PROVISIONS FOR LIABILITIES	9		<u>(202,825)</u>		<u>(191,090)</u>
NET ASSETS			<u>1,291,560</u>		<u>1,279,800</u>
CAPITAL AND RESERVES					
Called up share capital	10		10,000		10,000
Retained earnings			<u>1,281,560</u>		<u>1,269,800</u>
SHAREHOLDERS' FUNDS			<u>1,291,560</u>		<u>1,279,800</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2020 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.

BALANCE SHEET - continued
31 August 2020

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 16 June 2021 and were signed on its behalf by:

P Garrod - Director

**NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 August 2020**

1. STATUTORY INFORMATION

Gibbs Gears (Precision Engineers) Ltd 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.

Turnover

Turnover represents the value of goods and services provided, 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.

Plant and machinery etc	- 25% on reducing balance, 20% on reducing balance, 15% on reducing balance and 10% on cost
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Government grants

Grants relating to revenue are recognised as income in the period in which the related costs are incurred for which the grant is intended to compensate.

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.

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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet 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.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 August 2020

2. ACCOUNTING POLICIES - continued

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.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 48 (2019 - 48) .

4. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1 September 2019	5,337,673
Additions	14,819
At 31 August 2020	<u>5,352,492</u>
DEPRECIATION	
At 1 September 2019	3,121,473
Charge for year	443,977
At 31 August 2020	<u>3,565,450</u>
NET BOOK VALUE	
At 31 August 2020	<u>1,787,042</u>
At 31 August 2019	<u>2,216,200</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 August 2020

4. TANGIBLE FIXED ASSETS - continued

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

	Plant and machinery etc £
COST	
At 1 September 2019 and 31 August 2020	<u>1,930,487</u>
DEPRECIATION	
At 1 September 2019	481,687
Charge for year	<u>289,760</u>
At 31 August 2020	<u>771,447</u>
NET BOOK VALUE	
At 31 August 2020	<u>1,159,040</u>
At 31 August 2019	<u>1,448,800</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	798,368	1,130,248
Other debtors	391,250	194,238
	<u>1,189,618</u>	<u>1,324,486</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Bank loans and overdrafts	209,092	20,544
Hire purchase contracts	242,311	252,403
Trade creditors	385,802	745,894
Taxation and social security	141,924	133,672
Other creditors	60,341	37,949
	<u>1,039,470</u>	<u>1,190,462</u>

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

	2020 £	2019 £
Hire purchase contracts	<u>886,610</u>	<u>1,055,388</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 August 2020

8. SECURED DEBTS

The following secured debts are included within creditors:

	2020	2019
	£	£
Bank overdrafts	209,092	20,544
Hire purchase contracts	<u>1,128,921</u>	<u>1,307,791</u>
	<u>1,338,013</u>	<u>1,328,335</u>

9. PROVISIONS FOR LIABILITIES

	2020	2019
	£	£
Deferred tax	<u>202,825</u>	<u>191,090</u>
		Deferred tax
		£
Balance at 1 September 2019		191,090
Provided during year		<u>11,735</u>
Balance at 31 August 2020		<u>202,825</u>

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2020	2019
			£	£
10,000	Ordinary	£1	<u>10,000</u>	<u>10,000</u>

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.