

**UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2020
FOR
KINETECO INTERNATIONAL LIMITED**

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FOR THE YEAR ENDED 31 JULY 2020

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KINETECO INTERNATIONAL LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 JULY 2020**

DIRECTOR: T F Clarke

REGISTERED OFFICE: Unit 10 Willesborough Industrial Park
Willesborough
Ashford
Kent
TN24 0TD

REGISTERED NUMBER: 03394741 (England and Wales)

ACCOUNTANTS: Galloways Accounting
Atlas Chambers
33 West Street
Brighton
East Sussex
BN1 2RE

BALANCE SHEET
31 JULY 2020

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Intangible assets	4		1		1
Tangible assets	5		<u>33,132</u>		<u>33,452</u>
			<u>33,133</u>		<u>33,453</u>
CURRENT ASSETS					
Stocks		80,895		105,944	
Debtors	6	81,761		91,845	
Cash at bank and in hand		<u>81,023</u>		<u>13,420</u>	
		<u>243,679</u>		<u>211,209</u>	
CREDITORS					
Amounts falling due within one year	7	<u>427,218</u>		<u>465,732</u>	
NET CURRENT LIABILITIES			<u>(183,539)</u>		<u>(254,523)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(150,406)</u>		<u>(221,070)</u>
CREDITORS					
Amounts falling due after more than one year	8		(48,611)		-
PROVISIONS FOR LIABILITIES			<u>(5,600)</u>		<u>(6,119)</u>
NET LIABILITIES			<u>(204,617)</u>		<u>(227,189)</u>
CAPITAL AND RESERVES					
Called up share capital			13,937		13,936
Share premium			813,788		813,788
Retained earnings			<u>(1,032,342)</u>		<u>(1,054,913)</u>
			<u>(204,617)</u>		<u>(227,189)</u>

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

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2020 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.
- (b)

BALANCE SHEET - continued
31 JULY 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 Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the director and authorised for issue on 26 November 2020 and were signed by:

T F Clarke - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2020**

1. STATUTORY INFORMATION

Kineteco International 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 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.

Going concern

At the year end the company continued to be supported by its sole shareholder. Having assessed the situation the director has a reasonable expectation that, with this continued support and taking into account future trading forecasts, the company will be able to continue its operations for the foreseeable future and has concluded that the financial statements should continue to be prepared using the going concern basis.

The director's assessment takes into account the impact of the COVID-19 outbreak on the operations of the company. Despite the challenging operating conditions, the company has been able to access some of the Government's business support schemes and demand for the company's products has remained stable.

Turnover

Turnover is recognised at the fair value of the consideration received for the manufacture of specialist starter motors, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates. Turnover is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods).

Intangible assets - goodwill

Goodwill represents the excess of the cost of acquisition of unincorporated businesses over the fair value of net assets acquired.

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	- 20% straight line
Fixtures and fittings	- 20% straight line
Computer equipment	- 50% straight line, 33.3% straight line and 20% straight line

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at the lower of replacement cost and cost, adjusted where applicable for any loss of service potential.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2020

2. ACCOUNTING POLICIES - continued**Financial instruments**

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, 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.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

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 exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the profit and loss account for the period.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 5 (2019 - 5) .

4. INTANGIBLE FIXED ASSETS**COST**

At 1 August 2019
and 31 July 2020

NET BOOK VALUE

At 31 July 2020
At 31 July 2019

Goodwill
£

1

1

1

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2020

5. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 August 2019	37,299	13,889	14,895	66,083
Additions	1,360	-	2,131	3,491
Disposals	(350)	-	-	(350)
At 31 July 2020	<u>38,309</u>	<u>13,889</u>	<u>17,026</u>	<u>69,224</u>
DEPRECIATION				
At 1 August 2019	11,483	7,955	13,193	32,631
Charge for year	(341)	860	2,969	3,488
Eliminated on disposal	(27)	-	-	(27)
At 31 July 2020	<u>11,115</u>	<u>8,815</u>	<u>16,162</u>	<u>36,092</u>
NET BOOK VALUE				
At 31 July 2020	<u>27,194</u>	<u>5,074</u>	<u>864</u>	<u>33,132</u>
At 31 July 2019	<u>25,816</u>	<u>5,934</u>	<u>1,702</u>	<u>33,452</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	19,889	42,179
Other debtors	<u>61,872</u>	<u>49,666</u>
	<u>81,761</u>	<u>91,845</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Bank loans and overdrafts	1,389	-
Trade creditors	37,931	77,919
Taxation and social security	2,274	3,227
Other creditors	<u>385,624</u>	<u>384,586</u>
	<u>427,218</u>	<u>465,732</u>

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

	2020 £	2019 £
Bank loans	<u>48,611</u>	<u>-</u>

£26,388.89 of the above bank loan is due in more than 5 years.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2020

9. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2020	2019
	£	£
Within one year	36,000	-
Between one and five years	135,000	-
	<u>171,000</u>	<u>-</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.