

**TADLEY ENGINEERING LIMITED**

**FINANCIAL STATEMENTS**

**INFORMATION FOR FILING WITH THE REGISTRAR**

**FOR THE YEAR ENDED 29 MARCH 2020**

**TADLEY ENGINEERING LIMITED**  
**REGISTERED NUMBER: 03674534**

**BALANCE SHEET**  
**AS AT 29 MARCH 2020**

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Tangible assets	4	1,915,815	2,131,731
<b>Current assets</b>			
Stocks		94,010	118,360
Debtors: amounts falling due within one year	5	1,022,620	1,025,617
Cash at bank and in hand	6	353,623	123,246
		<u>1,470,253</u>	<u>1,267,223</u>
Creditors: amounts falling due within one year	7	<u>(676,941)</u>	<u>(662,650)</u>
<b>Net current assets</b>		<u>793,312</u>	<u>604,573</u>
<b>Total assets less current liabilities</b>		<u>2,709,127</u>	<u>2,736,304</u>
Creditors: amounts falling due after more than one year	8	(185,014)	(237,233)
<b>Provisions for liabilities</b>			
Deferred tax	9	(100,731)	(114,012)
		<u>(100,731)</u>	<u>(114,012)</u>
<b>Net assets</b>		<u><u>2,423,382</u></u>	<u><u>2,385,059</u></u>
<b>Capital and reserves</b>			
Called up share capital	10	100	100
Profit and loss account		2,423,282	2,384,959
		<u><u>2,423,382</u></u>	<u><u>2,385,059</u></u>

**TADLEY ENGINEERING LIMITED**  
**REGISTERED NUMBER: 03674534**

**BALANCE SHEET (CONTINUED)**  
**AS AT 29 MARCH 2020**

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the profit and loss account in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

.....  
**J W Griffin**

Director

Date: 26 March 2021

The notes on pages 3 to 10 form part of these financial statements.

# **TADLEY ENGINEERING LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 29 MARCH 2020**

### **1. General information**

Tadley Engineering Limited is a private company limited by shares. It is incorporated in England and Wales and its registered office is 2 Communications Road, Greenham Business Park, Greenham, Newbury, Berkshire, England, RG19 6AB and the principal place of trading of the company is Tadley Engineering Limited, Silchester Road, Tadley, Hampshire, RG26 3PX. The principal activity of the company is that of machining.

### **2. Accounting policies**

#### **2.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

#### **2.2 Going concern**

The Directors have considered the impact of the global Covid-19 pandemic on the ability of the company to continue trading for the foreseeable future. This review has included considering the impact of the pandemic to the date of signing the financial statements. Based on this review and taken together with existing financing facilities the directors believe that the financial statements have been prepared appropriately on the going concern basis.

#### **2.3 Revenue**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

##### **Sale of goods**

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

#### **2.4 Government grants**

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to profit or loss at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Profit and loss account in the same period as the related expenditure.

#### **2.5 Interest income**

Interest income is recognised in profit or loss using the effective interest method.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 29 MARCH 2020

**2. Accounting policies (continued)**

**2.6 Finance costs**

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

**2.7 Pensions**

**Defined contribution pension plan**

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Balance sheet. The assets of the plan are held separately from the Company in independently administered funds.

**2.8 Current and deferred taxation**

The tax expense for the year comprises current and deferred tax. Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**2.9 Exceptional items**

Exceptional items are transactions that fall within the ordinary activities of the Company but are presented separately due to their size or incidence.

**2.10 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 management.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 29 MARCH 2020**

**2. Accounting policies (continued)****2.10 Tangible fixed assets (continued)**

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, Straight line and reducing balance methods.

Depreciation is provided on the following basis:

Freehold property	-	2%	straight line
Long-term leasehold property	-	2%	straight line
Plant and machinery	-	15%	reducing balance
Motor vehicles	-	25%	reducing balance
Fixtures and fittings	-	15%	reducing balance
Computer equipment	-	25%	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 profit or loss.

**2.11 Stocks**

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each balance sheet date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

**2.12 Debtors**

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

**2.13 Cash and cash equivalents**

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

**2.14 Creditors**

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 29 MARCH 2020**

**2. Accounting policies (continued)**

**2.15 Financial instruments**

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

**3. Employees**

The average monthly number of employees, including directors, during the year was 49 (2019 - 49).

**TADLEY ENGINEERING LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 29 MARCH 2020**

**4. Tangible fixed assets**

	Freehold property £	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
<b>Cost or valuation</b>					
At 30 March 2019	1,470,654	3,986,940	185,887	227,212	5,870,693
Additions	-	3,549	51,654	14,315	69,518
Disposals	-	-	(49,975)	-	(49,975)
At 29 March 2020	<u>1,470,654</u>	<u>3,990,489</u>	<u>187,566</u>	<u>241,527</u>	<u>5,890,236</u>
<b>Depreciation</b>					
At 30 March 2019	300,095	3,132,069	144,630	162,168	3,738,962
Charge for the year on owned assets	29,617	208,783	20,957	16,279	275,636
Disposals	-	-	(40,177)	-	(40,177)
At 29 March 2020	<u>329,712</u>	<u>3,340,852</u>	<u>125,410</u>	<u>178,447</u>	<u>3,974,421</u>
<b>Net book value</b>					
At 29 March 2020	<u>1,140,942</u>	<u>649,637</u>	<u>62,156</u>	<u>63,080</u>	<u>1,915,815</u>

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows:

	2020 £	2019 £
Plant and machinery	<u>76,725</u>	<u>385,240</u>



**TADLEY ENGINEERING LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 29 MARCH 2020**

**5. Debtors**

	<b>2020</b>	2019
	<b>£</b>	£
Trade debtors	<b>915,622</b>	659,309
Other debtors	<b>93,033</b>	294,634
Prepayments and accrued income	<b>13,965</b>	71,674
	<u><b>1,022,620</b></u>	<u>1,025,617</u>

**6. Cash and cash equivalents**

	<b>2020</b>	2019
	<b>£</b>	£
Cash at bank and in hand	<b>353,623</b>	123,246
Less: bank overdrafts	<b>-</b>	(34,973)
	<u><b>353,623</b></u>	<u>88,273</u>

**7. Creditors: Amounts falling due within one year**

	<b>2020</b>	2019
	<b>£</b>	£
Bank overdrafts	<b>-</b>	34,973
Bank loans	<b>61,455</b>	61,452
Trade creditors	<b>287,238</b>	269,267
Corporation tax	<b>39,997</b>	38,120
Other taxation and social security	<b>166,789</b>	112,457
Obligations under finance lease and hire purchase contracts	<b>27,634</b>	46,152
Other creditors	<b>5,469</b>	6,233
Accruals and deferred income	<b>88,359</b>	93,996
	<u><b>676,941</b></u>	<u>662,650</u>

National Westminster Bank Plc has a first legal charge over Unit 47 & 48 Easter Park, Aldermaston and its associated assets.

HSBC Bank has a fixed charge over all properties, a first fixed charge over book, other debts and chattels and a first floating charge over all assets.

**TADLEY ENGINEERING LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 29 MARCH 2020**

**8. Creditors: Amounts falling due after more than one year**

	2020 £	2019 £
Bank loans	123,823	179,385
Net obligations under finance leases and hire purchase contracts	23,304	9,459
Accruals and deferred income	37,887	48,389
	<u>185,014</u>	<u>237,233</u>

The aggregate amount of liabilities repayable wholly or in part more than five years after the balance sheet date is:

	2020 £	2019 £
Repayable by instalments	-	41,672
Repayable other than by instalments	-	20,251
	<u>-</u>	<u>61,923</u>

**9. Deferred taxation**

	2020 £	2019 £
At beginning of year	(114,012)	(138,087)
Charged to profit or loss	13,281	24,075
<b>At end of year</b>	<u>(100,731)</u>	<u>(114,012)</u>

The provision for deferred taxation is made up as follows:

	2020 £	2019 £
Accelerated capital allowances	(100,731)	(114,012)
	<u>(100,731)</u>	<u>(114,012)</u>

# TADLEY ENGINEERING LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 29 MARCH 2020

### 10. Share capital

	2020 £	2019 £
<b>Allotted, called up and fully paid</b>		
100 (2019 - 100) Ordinary shares of £1.00 each	<u>100</u>	<u>100</u>

### 11. Related party transactions

The building that Tadley Engineering Limited occupies is owned by a director and a family member. There is no rental cost charged to Tadley Engineering Limited. During the year, the director died.

The company is jointly owned by the same directors who control Tadley Powder Coating Limited and Tadley Precision Machining Limited. During the year the company Tadley Engineering Limited recharged costs and payroll expenses to both companies. All transactions are conducted at a market rate.

At the year end, a director owed the Company £4,518. The loan is non-interest bearing and repayable on demand. During the year, the director died.

At the year end, a director owed the Company £8,871. The loan is non-interest bearing and repayable on demand.

### 12. Post balance sheet events

On 1 June 2020, the Company received a £250,000 Coronavirus Business Interruption Loan.

### 13. Controlling party

The ultimate controlling party as at 29 March 2020 was M Morgan by virtue of her shareholding.

### 14. Auditor's information

The auditor's report on the financial statements for the year ended 29 March 2020 was unqualified.

The audit report was signed on 26 March 2021 by Michael Farwell MA FCA DChA (Senior statutory auditor) on behalf of James Cowper Kreston.

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.