

UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019
FOR
PRECISION STITCHING LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2019**

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PRECISION STITCHING LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2019

DIRECTORS:	R N Armstrong P M G Tonks S A Barnes
SECRETARY:	S A Barnes
REGISTERED OFFICE:	1 Poplars Court Lenton Lane Nottingham NG7 2RR
REGISTERED NUMBER:	03893755 (England and Wales)
ACCOUNTANTS:	Seagrave French LLP 1 Poplars Court Lenton Lane Nottingham NG7 2RR

BALANCE SHEET
31 DECEMBER 2019

	Notes	2019 £	£	2018 £	£
FIXED ASSETS					
Property, plant and equipment	4		28,337		14,256
CURRENT ASSETS					
Inventories		67,732		56,715	
Debtors	5	29,766		39,915	
Cash at bank and in hand		<u>218,821</u>		<u>211,442</u>	
		316,319		308,072	
CREDITORS					
Amounts falling due within one year	6	<u>151,636</u>		<u>137,354</u>	
NET CURRENT ASSETS			<u>164,683</u>		<u>170,718</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>193,020</u>		<u>184,974</u>
CREDITORS					
Amounts falling due after more than one year	7		(9,634)		-
PROVISIONS FOR LIABILITIES	8		<u>(5,400)</u>		<u>(2,700)</u>
NET ASSETS			<u><u>177,986</u></u>		<u><u>182,274</u></u>
CAPITAL AND RESERVES					
Called up share capital	9		100		100
Retained earnings	10		<u>177,886</u>		<u>182,174</u>
SHAREHOLDERS' FUNDS			<u><u>177,986</u></u>		<u><u>182,274</u></u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2019 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 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)

The notes form part of these financial statements

BALANCE SHEET - continued
31 DECEMBER 2019

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 28 August 2020 and were signed on its behalf by:

R N Armstrong - Director

P M G Tonks - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

1. STATUTORY INFORMATION

Precision Stitching 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.

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

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

Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

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 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.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 18 (2018 - 19) .

4. PROPERTY, PLANT AND EQUIPMENT

	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 January 2019	21,570	11,073	16,415	49,058
Additions	<u>21,127</u>	<u>972</u>	<u>1,088</u>	<u>23,187</u>
At 31 December 2019	<u>42,697</u>	<u>12,045</u>	<u>17,503</u>	<u>72,245</u>
DEPRECIATION				
At 1 January 2019	12,811	10,191	11,800	34,802
Charge for year	<u>7,471</u>	<u>463</u>	<u>1,172</u>	<u>9,106</u>
At 31 December 2019	<u>20,282</u>	<u>10,654</u>	<u>12,972</u>	<u>43,908</u>
NET BOOK VALUE				
At 31 December 2019	<u>22,415</u>	<u>1,391</u>	<u>4,531</u>	<u>28,337</u>
At 31 December 2018	<u>8,759</u>	<u>882</u>	<u>4,615</u>	<u>14,256</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade debtors	26,789	37,005
Prepayments and accrued income	<u>2,977</u>	<u>2,910</u>
	<u>29,766</u>	<u>39,915</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Hire purchase contracts	5,254	-
Trade creditors	69,470	60,489
Tax	11,527	15,394
Social security and other taxes	4,592	5,257
VAT	31,312	33,827
Other creditors	6,053	5,806
Directors' loan accounts	13,486	13,766
Accrued expenses	9,942	2,815
	<u>151,636</u>	<u>137,354</u>

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

	2019	2018
	£	£
Hire purchase contracts	<u>9,634</u>	<u>-</u>

8. PROVISIONS FOR LIABILITIES

	2019	2018
	£	£
Deferred tax	<u>5,400</u>	<u>2,700</u>

	Deferred tax
	£
Balance at 1 January 2019	2,700
Accelerated capital allowances	<u>2,700</u>
Balance at 31 December 2019	<u>5,400</u>

9. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2019	2018
			£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019

10. **RESERVES**

	Retained earnings £
At 1 January 2019	182,174
Profit for the year	65,712
Dividends	<u>(70,000)</u>
At 31 December 2019	<u>177,886</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.