

Acer Engineering Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 31 August 2022

Whitnalls
Trident House
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Liverpool
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Acer Engineering Ltd

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Acer Engineering Ltd

Company Information for the Year Ended 31 August 2022

Directors	D Halton K Halton
Company secretary	K Halton
Registered office	10 Beconsall Gardens Hesketh Bank Preston PR4 6EN
Accountants	Whitnalls Trident House 105 Derby Road Liverpool L20 8LZ

Acer Engineering Ltd
(Registration number: 04023483)
Balance Sheet as at 31 August 2022

	Note	2022 £	2021 £
Fixed Assets			
Tangible Assets	<u>3</u>	248,420	364,807
Current assets			
Stocks	<u>4</u>	7,872	8,116
Debtors	<u>5</u>	640,774	572,316
Cash at bank and in hand		143,463	177,624
		792,109	758,056
Creditors: Amounts falling due within one year	<u>6</u>	(340,038)	(405,356)
Net current assets		452,071	352,700
Total assets less current liabilities		700,491	717,507
Creditors: Amounts falling due after more than one year	<u>6</u>	(306,468)	(370,868)
Provisions for liabilities		(22,896)	(44,428)
Net assets		371,127	302,211
Capital and Reserves			
Called up share capital	<u>8</u>	100	100
Retained Earnings		371,027	302,111
Shareholders' funds		371,127	302,211

Acer Engineering Ltd
(Registration number: 04023483)
Balance Sheet as at 31 August 2022

For the financial year ending 31 August 2022 the Company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the Company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The Directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime. As permitted by section 444 (5A) of the Companies Act 2006, the Directors have not delivered to the registrar a copy of the Profit and Loss Account.

Approved and authorised by the Board on 11 March 2023 and signed on its behalf by:

.....

D Halton

Director

Acer Engineering Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2022

1 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Going concern

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the Company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The Company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the Company's activities.

Tax

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

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

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Tangible Assets

Tangible Assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

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Notes to the Unaudited Financial Statements for the Year Ended 31 August 2022

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Feehold land and buildings	2% straight line basis
Property improvements	2% straight line basis
Plant and machinery	15% reducing balance basis
Fixtures and fittings	15% reducing balance basis
Motor vehicles	25% reducing balance basis
Computer equipment	15% reducing balance basis

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are 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.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the profit and loss account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges. Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the profit and loss account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

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Notes to the Unaudited Financial Statements for the Year Ended 31 August 2022

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the Company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

2 Staff numbers

The average number of persons employed by the Company (including Directors) during the year, was 17 (2021 - 19).

Acer Engineering Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2022

3 Tangible Assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Property Improvements £	Plant and Equipment £
Cost or valuation					
At 1 September 2021	1,209	43,785	285,440	120,149	48,266
Additions	-	1,112	1,400	-	688
Disposals	-	-	(84,995)	-	-
At 31 August 2022	1,209	44,897	201,845	120,149	48,954
Depreciation					
At 1 September 2021	322	21,731	93,408	12,917	5,664
Charge for the year	178	5,138	29,293	2,403	6,433
Eliminated on disposal	-	-	(8,853)	-	-
At 31 August 2022	500	26,869	113,848	15,320	12,097
Carrying amount					
At 31 August 2022	709	18,028	87,997	104,829	36,857
At 31 August 2021	887	22,054	192,032	107,232	42,602
					Total £
Cost or valuation					
At 1 September 2021					498,849
Additions					3,200
Disposals					(84,995)
At 31 August 2022					417,054
Depreciation					
At 1 September 2021					134,042
Charge for the year					43,445
Eliminated on disposal					(8,853)
At 31 August 2022					168,634
Carrying amount					
At 31 August 2022					248,420
At 31 August 2021					364,807

Acer Engineering Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2022

4 Stocks

	2022 £	2021 £
Work in progress	4,112	4,964
Other inventories	3,760	3,152
	<u>7,872</u>	<u>8,116</u>

5 Debtors

	2022 £	2021 £
Current		
Trade Debtors	457,608	317,017
Prepayments	31,383	31,151
Other debtors	151,783	224,148
	<u>640,774</u>	<u>572,316</u>

6 Creditors

Creditors: amounts falling due within one year

	Note	2022 £	2021 £
Due within one year			
Loans and borrowings	7	64,912	69,794
Trade Creditors		220,255	308,561
Taxation and social security		41,555	11,876
Accruals and deferred income		9,000	10,434
Other creditors		4,316	4,691
		<u>340,038</u>	<u>405,356</u>

Creditors include bank loans and overdrafts and net obligations under finance lease and hire purchase contracts which are secured of £50,000 (2021 - £50,000).

Creditors: amounts falling due after more than one year

	Note	2022 £	2021 £
Due after one year			
Loans and borrowings	7	157,628	220,868
Other non-current financial liabilities		148,840	150,000
		<u>306,468</u>	<u>370,868</u>

Creditors include bank loans and overdrafts and net obligations under finance lease and hire purchase contracts which are secured of £141,667 (2021 - £191,667).

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Notes to the Unaudited Financial Statements for the Year Ended 31 August 2022

7 Loans and borrowings

	2022 £	2021 £
Current loans and borrowings		
Bank borrowings	50,000	50,000
Finance lease liabilities	14,912	19,794
	<u>64,912</u>	<u>69,794</u>

	2022 £	2021 £
Non-current loans and borrowings		
Bank borrowings	141,667	191,667
Finance lease liabilities	15,961	29,201
	<u>157,628</u>	<u>220,868</u>

8 Share capital

Allotted, called up and fully paid shares

	2022		2021	
	No.	£	No.	£
Ordinary shares of £1 each	100	100	100	100

Acer Engineering Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 August 2022

9 Related party transactions

Transactions with Directors

	At 1 September 2021 £	Advances to Director £	Repayments by Director £	At 31 August 2022 £
2022				
D Halton				
Loan	106,991	1,645	(24,451)	84,185
K Halton				
Loan	78,232	1,580	(23,493)	56,319

	At 1 September 2020 £	Advances to Director £	Repayments by Director £	At 31 August 2021 £
2021				
D Halton				
Loan	115,000	4,857	(12,866)	106,991
K Halton				
Loan	85,000	2,741	(9,509)	78,232

10 Parent and ultimate parent undertaking

The Company's immediate parent is Acer Infinity Limited, incorporated in England.

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.