

REGISTERED NUMBER: 04088102 (England and Wales)

Unaudited Financial Statements For The Year Ended 31st March 2019

for

CNC Machine Tools Limited

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For The Year Ended 31st March 2019**

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CNC Machine Tools Limited

**Company Information
For The Year Ended 31st March 2019**

DIRECTOR: Mr E I Clapham

REGISTERED OFFICE: Unit 8S
Chalk Lane
Snetterton
Norfolk
NR16 2JZ

REGISTERED NUMBER: 04088102 (England and Wales)

ACCOUNTANTS: Aston Shaw Ltd
The Union Building
51-59 Rose Lane
Norwich
Norfolk
NR1 1BY

CNC Machine Tools Limited (Registered number: 04088102)

**Balance Sheet
31st March 2019**

	Notes	31/3/19 £	£	31/3/18 £	£
FIXED ASSETS					
Intangible assets	4		133,210		223,666
Tangible assets	5		<u>88,541</u>		<u>96,422</u>
			221,751		320,088
CURRENT ASSETS					
Stocks	6	59,659		84,034	
Debtors	7	2,717,677		2,618,519	
Cash at bank		<u>2,275</u>		<u>39,204</u>	
		2,779,611		2,741,757	
CREDITORS					
Amounts falling due within one year	8	<u>308,181</u>		<u>373,665</u>	
NET CURRENT ASSETS			<u>2,471,430</u>		<u>2,368,092</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			2,693,181		2,688,180
CREDITORS					
Amounts falling due after more than one year	9		(295,944)		(263,443)
PROVISIONS FOR LIABILITIES			-		(20)
NET ASSETS			<u>2,397,237</u>		<u>2,424,717</u>
CAPITAL AND RESERVES					
Called up share capital			101		101
Retained earnings			<u>2,397,136</u>		<u>2,424,616</u>
SHAREHOLDERS' FUNDS			<u>2,397,237</u>		<u>2,424,717</u>

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

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

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the director on 17th August 2019 and were signed by:

Mr E I Clapham - Director

**Notes to the Financial Statements
For The Year Ended 31st March 2019**

1. STATUTORY INFORMATION

CNC Machine Tools 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

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2003, is being amortised evenly over its estimated useful life of ten years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Development costs are being amortised evenly over their estimated useful life of nil years.

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.

Freehold property	- not provided
Plant and machinery	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance

Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

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 31st March 2019

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.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Going concern

These financial statements have been prepared on the going concern basis. The Director considers this basis to be appropriate but has not assessed a period in excess of 12 months from the date of approving the accounts.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 22 (2018 - 10).

4. INTANGIBLE FIXED ASSETS

	Goodwill £	Development costs £	Totals £
COST			
At 1st April 2018 and 31st March 2019	<u>14,400</u>	<u>1,324,122</u>	<u>1,338,522</u>
AMORTISATION			
At 1st April 2018	14,400	1,100,456	1,114,856
Amortisation for year	-	90,456	90,456
At 31st March 2019	<u>14,400</u>	<u>1,190,912</u>	<u>1,205,312</u>
NET BOOK VALUE			
At 31st March 2019	-	133,210	133,210
At 31st March 2018	-	223,666	223,666

5. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Motor vehicles £	Totals £
COST				
At 1st April 2018 and 31st March 2019	<u>58,614</u>	<u>297,666</u>	<u>11,100</u>	<u>367,380</u>
DEPRECIATION				
At 1st April 2018	-	268,183	2,775	270,958
Charge for year	-	5,800	2,081	7,881
At 31st March 2019	-	<u>273,983</u>	<u>4,856</u>	<u>278,839</u>
NET BOOK VALUE				
At 31st March 2019	<u>58,614</u>	<u>23,683</u>	<u>6,244</u>	<u>88,541</u>
At 31st March 2018	<u>58,614</u>	<u>29,483</u>	<u>8,325</u>	<u>96,422</u>

Notes to the Financial Statements - continued
For The Year Ended 31st March 2019

5. **TANGIBLE FIXED ASSETS - continued**

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

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1st April 2018 and 31st March 2019	<u>60,597</u>	<u>11,100</u>	<u>71,697</u>
DEPRECIATION			
At 1st April 2018	55,987	2,775	58,762
Charge for year	<u>972</u>	<u>-</u>	<u>972</u>
At 31st March 2019	<u>56,959</u>	<u>2,775</u>	<u>59,734</u>
NET BOOK VALUE			
At 31st March 2019	<u>3,638</u>	<u>8,325</u>	<u>11,963</u>
At 31st March 2018	<u>4,610</u>	<u>8,325</u>	<u>12,935</u>

6. **STOCKS**

	31/3/19 £	31/3/18 £
Stocks	10,600	19,250
Work-in-progress	<u>49,059</u>	<u>64,784</u>
	<u>59,659</u>	<u>84,034</u>

7. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31/3/19 £	31/3/18 £
Trade debtors	230,796	257,318
Other debtors	2,412,885	2,259,100
Tax	72,487	72,487
Deferred tax asset	382	-
Prepayments	<u>1,127</u>	<u>29,614</u>
	<u>2,717,677</u>	<u>2,618,519</u>

8. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31/3/19 £	31/3/18 £
Bank loans and overdrafts	-	967
Loans - less than 1 year	38,417	11,834
Hire purchase contracts	3,409	3,222
Trade creditors	40,557	96,002
Tax	11,865	36,840
Social security and other taxes	3,200	4,379
Wages	-	1,270
VAT	22,519	4,486
Other creditors	133,018	114,227
Factoring account	50,396	74,966
Accrued expenses	4,800	7,541
Deferred income	<u>-</u>	<u>17,931</u>
	<u>308,181</u>	<u>373,665</u>

Notes to the Financial Statements - continued
For The Year Ended 31st March 2019

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

	31/3/19	31/3/18
	£	£
Bank loans - 2-5 years	164,751	56,596
Hire purchase contracts	2,868	6,276
Directors' loan account	128,325	200,571
	<u>295,944</u>	<u>263,443</u>

10. SECURED DEBTS

The following secured debts are included within creditors:

31/3/19	31/3/18
£	£

Bibby Financial Services Ltd provides a factoring facility to the company and as such operates a debenture over the assets of the company.

11. RELATED PARTY DISCLOSURES

The Director Mr E I Clapham owns the premises which the company uses. A market rate of rent of £50,000 (2017 - £50,000) was invoiced to the company during the period under review.

The Director Mr E I Clapham has provided a personal guarantee of £100,000 to Bibby Financial Services Ltd in support of the company's factoring facility.

During the year the company traded with BSP Engineering Services (UK) Ltd, a company in which one of the Director, Mr E I Clapham, is also a Director. Sales to BSP Engineering Services (UK) Ltd totalled £37,474.70 (2018 - £21,177.67) while purchases from the company totalled £1,030.81 (2018 - £728.33). At the Balance Sheet date the company owed £175,684.02 to BSP Engineering Services (UK) Ltd and this amount is included in Other creditors. At 31st March 2018 the company owed £280,625.71 and this amount was included in Other creditors.

During the year the company traded with Breckland Lasers Ltd, a company in which one of the Director, Mr E I Clapham, is also a Director. Sales to Breckland Lasers Ltd totalled £645.05 (2018 - N/A) while purchases from the company totalled £305.64 (2018 - N/A). At the Balance Sheet date the company owed £86,000 to Breckland Lasers Ltd and this amount is included in Other creditors. At 31st March 2018 the company owed £75,000 and this amount was included in Other creditors.

All transactions took place under normal commercial terms. All amounts outstanding are unsecured, interest free and repayable on demand.

12. WAGES COST RECLASSIFICATION

Wages and social security featured in the overhead expenditure within the 31st March 2018 have been reclassified as a direct cost in this financial year.

This has had no material impact on the Accounts and shareholders are satisfied with the amendments made.

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.