

Mechlam Precision Tooling Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 30 November 2020

EKWilliams Accountants Limited
1 Pavilion Square
Westhoughton
Bolton
BL5 3AJ

Mechlam Precision Tooling Limited

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Mechlam Precision Tooling Limited

Company Information

Directors Mrs L Atherton
Mr M Atherton

Company secretary Mr M Atherton

Registered office Unit 3 Cross 580 Industrial Esate
Kilbuck Lane
Haydock
WA11 9WG

Accountants EKWilliams Accountants Limited
1 Pavilion Square
Westhoughton
Bolton
BL5 3AJ

Mechlam Precision Tooling Limited

(Registration number: 04107061)

Balance Sheet as at 30 November 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	<u>4</u>	409,958	465,435
Current assets			
Stocks	<u>5</u>	65,650	48,280
Debtors	<u>6</u>	338,507	510,055
Cash at bank and in hand		<u>644,705</u>	<u>906,074</u>
		1,048,862	1,464,409
Creditors: Amounts falling due within one year	<u>7</u>	<u>(229,984)</u>	<u>(388,298)</u>
Net current assets		<u>818,878</u>	<u>1,076,111</u>
Total assets less current liabilities		1,228,836	1,541,546
Creditors: Amounts falling due after more than one year	<u>7</u>	(6,555)	(68,680)
Provisions for liabilities		<u>(73,909)</u>	<u>(74,686)</u>
Net assets		<u>1,148,372</u>	<u>1,398,180</u>
Capital and reserves			
Called up share capital		4	4
Profit and loss account		<u>1,148,368</u>	<u>1,398,176</u>
Total equity		<u>1,148,372</u>	<u>1,398,180</u>

Mechlam Precision Tooling Limited

(Registration number: 04107061)

Balance Sheet as at 30 November 2020

For the financial year ending 30 November 2020 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 and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 22 July 2021 and signed on its behalf by:

.....

Mr M Atherton
Company secretary and director

Mechlam Precision Tooling Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 November 2020

1 General information

The company is a private company limited by share capital, incorporated in England & Wales.

The address of its registered office is:

Unit 3 Cross 580 Industrial Estate
Kilbuck Lane
Haydock
WA11 9WG

These financial statements were authorised for issue by the Board on 22 July 2021.

2 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 - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

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

The financial statements have been prepared on a going concern basis.

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.

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Notes to the Unaudited Financial Statements for the Year Ended 30 November 2020

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 statement of financial position 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.

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
Plant & Machinery	15% reducing balance method
Fixtures & Fittings	15% reducing balance method
Computer Equipment	33% reducing balance method
Motor Vehicles	33% reducing balance method
Leasehold Improvements	20% straight line method

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.

Leases

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 30 November 2020

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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 19 (2019 - 21).

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Plant and Machinery £
Cost or valuation				
At 1 December 2019	17,918	88,101	82,129	1,079,775
Additions	-	4,850	-	22,609
Disposals	-	-	(2,850)	-
At 30 November 2020	17,918	92,951	79,279	1,102,384
Depreciation				
At 1 December 2019	3,584	70,534	47,366	681,004
Charge for the year	3,583	4,738	10,129	63,207
Eliminated on disposal	-	-	(1,571)	-
At 30 November 2020	7,167	75,272	55,924	744,211
Carrying amount				
At 30 November 2020	10,751	17,679	23,355	358,173
At 30 November 2019	14,334	17,566	34,763	398,772

Mechlam Precision Tooling Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 November 2020

	Total £
Cost or valuation	
At 1 December 2019	1,267,923
Additions	27,459
Disposals	(2,850)
	<hr/>
At 30 November 2020	1,292,532
	<hr/>
Depreciation	
At 1 December 2019	802,488
Charge for the year	81,657
Eliminated on disposal	(1,571)
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At 30 November 2020	882,574
	<hr/>
Carrying amount	
At 30 November 2020	409,958
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At 30 November 2019	465,435
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5 Stocks

	2020 £	2019 £
Finished goods and goods for resale	65,650	48,280
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6 Debtors

	2020 £	2019 £
Trade debtors	262,300	502,571
Prepayments	11,051	7,484
Other debtors	65,156	-
	<hr/>	<hr/>
	338,507	510,055
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Mechlam Precision Tooling Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 November 2020

7 Creditors

Creditors: amounts falling due within one year

	Note	2020 £	2019 £
Due within one year			
Hire purchase liability	<u>8</u>	55,589	55,069
Trade creditors		94,589	97,844
Taxation and social security		55,426	126,133
Accruals and deferred income		2,750	2,719
Other creditors		<u>21,630</u>	<u>106,533</u>
		<u>229,984</u>	<u>388,298</u>

Hire purchase creditors are secured against the assets they finance.

Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
Due after one year			
Hire purchase liability	<u>8</u>	<u>6,555</u>	<u>68,680</u>

8 Loans and borrowings

	2020 £	2019 £
Non-current loans and borrowings		
Hire purchase liabilities	<u>6,555</u>	<u>68,680</u>

	2020 £	2019 £
Current loans and borrowings		
Hire purchase liabilities	<u>55,589</u>	<u>55,069</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.