

Unaudited Financial Statements
for the Year Ended 31 August 2021
for
Genesis Precision Engineering Limited

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for the Year Ended 31 August 2021**

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Genesis Precision Engineering Limited

**Company Information
for the Year Ended 31 August 2021**

DIRECTOR: P R Barlow

SECRETARY: K Barlow

REGISTERED OFFICE: 9 Great Chesterford Court
London Road
Great Chesterford
Essex
CB10 1PF

REGISTERED NUMBER: 04157973 (England and Wales)

ACCOUNTANTS: Lanham and Company Limited
Chartered Accountants
9 Great Chesterford Court
London Road
Great Chesterford
Essex
CB10 1PF

Genesis Precision Engineering Limited (Registered number: 04157973)

**Balance Sheet
31 August 2021**

| | Notes | 31.8.21 £ | £ | 31.8.20 £ | £ |
|--|-------|----------------|-----------------|----------------|-----------------|
| FIXED ASSETS | | | | | |
| Tangible assets | 4 | | 455,178 | | 411,536 |
| CURRENT ASSETS | | | | | |
| Stocks | | 106,731 | | 136,177 | |
| Debtors | 5 | 297,987 | | 245,351 | |
| Cash at bank | | <u>92,376</u> | | <u>9,642</u> | |
| | | 497,094 | | 391,170 | |
| CREDITORS | | | | | |
| Amounts falling due within one year | 6 | <u>351,498</u> | | <u>318,056</u> | |
| NET CURRENT ASSETS | | | <u>145,596</u> | | <u>73,114</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | 600,774 | | 484,650 |
| CREDITORS | | | | | |
| Amounts falling due after more than one year | 7 | | (175,549) | | (192,448) |
| PROVISIONS FOR LIABILITIES | 9 | | <u>(73,858)</u> | | <u>(62,413)</u> |
| NET ASSETS | | | <u>351,367</u> | | <u>229,789</u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | 10 | | 100 | | 100 |
| Capital redemption reserve | | | 20 | | 20 |
| Retained earnings | | | <u>351,247</u> | | <u>229,669</u> |
| SHAREHOLDERS' FUNDS | | | <u>351,367</u> | | <u>229,789</u> |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2021 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
- (b) 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.

Balance Sheet - continued
31 August 2021

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 director and authorised for issue on 4 May 2022 and were signed by:

P R Barlow - Director

**Notes to the Financial Statements
for the Year Ended 31 August 2021**

1. STATUTORY INFORMATION

Genesis Precision Engineering 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.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Turnover

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

Revenue from the sale of goods is recognised on the date of delivery to the customer.

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.

| | |
|-------------------------|---|
| Plant and machinery etc | - 33% on cost, 25% on reducing balance, 25% on cost, 20% on cost, 10% on cost and 10% on reducing balance |
|-------------------------|---|

Stocks

Stocks and work in progress are valued at the lower of cost and estimated selling price less costs to complete and sell, after making due allowance for obsolete and slow moving items. The cost of inventories includes all costs of purchase, costs of conversion and other costs incurred in bringing the inventories 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 31 August 2021**

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.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Financial instruments

Financial assets and liabilities are recognised when the company becomes a party to the contractual provisions of the instrument.

Trade debtors and creditors are classed as basic financial instruments and are initially measured at transaction price.

Cash and cash equivalents are classified as basic financial instruments and comprise cash in hand and at bank and short-term deposits with an original maturity date of three months or less.

Loans and borrowings are classified as basic financial instruments and are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment. If an arrangement constitutes a financing transaction it is measured at the present value of future payments discounted at a market rate of interest for a similar debt instrument, unless exempt from such treatment.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 15 (2020 - 15) .

Notes to the Financial Statements - continued
for the Year Ended 31 August 2021

4. **TANGIBLE FIXED ASSETS**

| | Plant and machinery etc £ |
|------------------------|------------------------------------|
| COST | |
| At 1 September 2020 | 940,245 |
| Additions | 81,525 |
| Disposals | (21,450) |
| At 31 August 2021 | <u>1,000,320</u> |
| DEPRECIATION | |
| At 1 September 2020 | 528,709 |
| Charge for year | 37,849 |
| Eliminated on disposal | (21,416) |
| At 31 August 2021 | <u>545,142</u> |
| NET BOOK VALUE | |
| At 31 August 2021 | <u>455,178</u> |
| At 31 August 2020 | <u>411,536</u> |

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

| | Plant and machinery etc £ |
|-----------------------|------------------------------------|
| COST | |
| At 1 September 2020 | 296,859 |
| Additions | 75,270 |
| At 31 August 2021 | <u>372,129</u> |
| DEPRECIATION | |
| At 1 September 2020 | 67,011 |
| Charge for year | 12,070 |
| At 31 August 2021 | <u>79,081</u> |
| NET BOOK VALUE | |
| At 31 August 2021 | <u>293,048</u> |
| At 31 August 2020 | <u>229,848</u> |

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

| | 31.8.21 £ | 31.8.20 £ |
|---------------|----------------|----------------|
| Trade debtors | 283,541 | 235,067 |
| Other debtors | 14,446 | 10,284 |
| | <u>297,987</u> | <u>245,351</u> |

Trade debtors include £257,927 (2020: £175,115) of invoices that have been factored.

Notes to the Financial Statements - continued
for the Year Ended 31 August 2021

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 31.8.21 | 31.8.20 |
|--------------------------------------|----------------|----------------|
| | £ | £ |
| Bank loans and overdrafts | 10,159 | 85,157 |
| Hire purchase contracts (see note 8) | 65,627 | 54,278 |
| Trade creditors | 85,565 | 99,896 |
| Amounts owed to group undertakings | 8,000 | 14,000 |
| Taxation and social security | 171,079 | 53,236 |
| Other creditors | 11,068 | 11,489 |
| | <u>351,498</u> | <u>318,056</u> |

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

| | 31.8.21 | 31.8.20 |
|--------------------------------------|----------------|----------------|
| | £ | £ |
| Bank loans | 37,341 | 50,000 |
| Hire purchase contracts (see note 8) | 138,208 | 142,448 |
| | <u>175,549</u> | <u>192,448</u> |

8. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

| | Hire purchase contracts 31.8.21 | 31.8.20 |
|----------------------------|------------------------------------|----------------|
| | £ | £ |
| Net obligations repayable: | | |
| Within one year | 65,627 | 54,278 |
| Between one and five years | 138,208 | 142,448 |
| | <u>203,835</u> | <u>196,726</u> |

| | Non-cancellable operating leases 31.8.21 | 31.8.20 |
|----------------------------|---|---------------|
| | £ | £ |
| Within one year | 5,970 | 6,513 |
| Between one and five years | - | 5,970 |
| | <u>5,970</u> | <u>12,483</u> |

9. PROVISIONS FOR LIABILITIES

| | 31.8.21 | 31.8.20 |
|--------------------------------|---------------|---------------|
| | £ | £ |
| Deferred tax | | |
| Accelerated capital allowances | <u>73,858</u> | <u>62,413</u> |

Notes to the Financial Statements - continued
for the Year Ended 31 August 2021

9. PROVISIONS FOR LIABILITIES - continued

| | |
|--|-----------------|
| | Deferred tax |
| | £ |
| Balance at 1 September 2020 | 62,413 |
| Charge to Income Statement during year | <u>11,445</u> |
| Balance at 31 August 2021 | <u>73,858</u> |

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

| Number: | Class: | Nominal value: | 31.8.21 £ | 31.8.20 £ |
|---------|----------|-------------------|--------------|--------------|
| 100 | Ordinary | £1 | <u>100</u> | <u>100</u> |

11. CONTINGENT LIABILITIES

The company has provided a guarantee for £98,000 plus interest and costs in respect of a bank loan provided to its parent company, Genesis Precision Limited. The balance of the loan at the year end was £74,426 (2020: £83,467).

12. ULTIMATE CONTROLLING PARTY

The controlling party is Genesis Precision Limited.

The ultimate controlling party is P R Barlow.

**Chartered Accountants' Report to the Director
on the Unaudited Financial Statements of
Genesis Precision Engineering Limited**

The following reproduces the text of the report prepared for the director in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Director are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Genesis Precision Engineering Limited for the year ended 31 August 2021 which comprise the Income Statement, Balance Sheet, Statement of Changes in Equity and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the director of Genesis Precision Engineering Limited in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Genesis Precision Engineering Limited and state those matters that we have agreed to state to the director of Genesis Precision Engineering Limited in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Genesis Precision Engineering Limited and its director for our work or for this report.

It is your duty to ensure that Genesis Precision Engineering Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Genesis Precision Engineering Limited. You consider that Genesis Precision Engineering Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Genesis Precision Engineering Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Lanham and Company Limited
Chartered Accountants
9 Great Chesterford Court
London Road
Great Chesterford
Essex
CB10 1PF

4 May 2022

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.