

Sturmec Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 5 April 2018

Sturmec Limited

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Sturmec Limited

(Registration number: 04717300)

Balance Sheet as at 5 April 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	<u>4</u>	414,150	292,943
Current assets			
Stocks	<u>5</u>	143,076	-
Debtors	<u>6</u>	88,949	7,800
Cash at bank and in hand		8,455	6,104
		<u>240,480</u>	<u>13,904</u>
Creditors: Amounts falling due within one year	<u>7</u>	<u>(305,314)</u>	<u>(235,040)</u>
Net current liabilities		<u>(64,834)</u>	<u>(221,136)</u>
Total assets less current liabilities		349,316	71,807
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>(383,178)</u>	<u>(60,666)</u>
Provisions for liabilities		<u>-</u>	<u>(2,581)</u>
Net (liabilities)/assets		<u><u>(33,862)</u></u>	<u><u>8,560</u></u>
Capital and reserves			
Called up share capital		4	4
Profit and loss account		<u>(33,866)</u>	<u>8,556</u>
Total equity		<u><u>(33,862)</u></u>	<u><u>8,560</u></u>

For the financial year ending 5 April 2018 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 February 2019 and signed on its behalf by:

.....

R M Robinson
Company secretary and director

Sturmec Limited

Notes to the Financial Statements for the Year Ended 5 April 2018

1 General information

The company is a private company limited by share capital incorporated in England and the company registration number is 04717300.

The address of its registered office is:

Home Farm
Sturton
Brigg
North Lincolnshire
DN20 9DL

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.

The financial statements have been prepared for the individual company in sterling and are rounded to the nearest pound.

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 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.

Deferred income tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

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Notes to the Financial Statements for the Year Ended 5 April 2018

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 and machinery	15% Reducing balance
Property improvements	5% Straight line

Stocks

The basis of the farm valuation is as follows:

Consumables are stated at the lower of cost or net realisable value.

Tenantright is calculated by a combination of actual costs incurred and standard costs.

Produce on hand is valued at standard cost.

Standard costings used are based upon calculations prepared by the Central Association of Agricultural Valuers.

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 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.

Defined contribution pension obligation

The company contributes into a group personal pension on behalf of its employees.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 6 (2017 - 4).

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Notes to the Financial Statements for the Year Ended 5 April 2018

4 Tangible assets

	Land and buildings £	Plant and machinery £	Total £
Cost or valuation			
At 6 April 2017	-	834,159	834,159
Additions	50,900	141,790	192,690
Disposals	-	(137,791)	(137,791)
At 5 April 2018	50,900	838,158	889,058
Depreciation			
At 6 April 2017	-	541,217	541,217
Charge for the year	-	41,487	41,487
Eliminated on disposal	-	(107,796)	(107,796)
At 5 April 2018	-	474,908	474,908
Carrying amount			
At 5 April 2018	50,900	363,250	414,150
At 5 April 2017	-	292,943	292,943

Included within the net book value of land and buildings above is £50,900 (2017 - £Nil) in respect of freehold land and buildings.

5 Stocks

	2018 £	2017 £
Raw materials and consumables	30,323	-
Tenantright	112,753	-
	143,076	-

6 Debtors

	2018 £	2017 £
Trade debtors	-	7,800
Other debtors	86,693	-
Prepayments and accrued income	2,256	-
Total current trade and other debtors	88,949	7,800

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Notes to the Financial Statements for the Year Ended 5 April 2018

7 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Bank loans and overdrafts	<u>8</u>	61,388	37,912
Trade creditors		59,260	17,720
Taxation and social security		426	4,594
Other creditors		178,067	172,664
Accruals and deferred income		6,173	2,150
		<u>305,314</u>	<u>235,040</u>
Due after one year			
Loans and borrowings	<u>8</u>	<u>383,178</u>	<u>60,666</u>

Creditors include bank loans and overdrafts and net obligations under finance lease and hire purchase contracts which are secured of £61,388 (2017 - £37,912).

Creditors: amounts falling due after more than one year

	Note	2018 £	2017 £
Due after one year			
Loans and borrowings	<u>8</u>	<u>383,178</u>	<u>60,666</u>

Creditors include bank loans and overdrafts and net obligations under finance lease and hire purchase contracts which are secured of £383,178 (2017 - £60,666).

Creditors include bank loans repayable by instalments of £269,854 (2017 - £0.00) due after more than five years.

8 Loans and borrowings

	2018 £	2017 £
Non-current loans and borrowings		
Bank borrowings	330,380	-
Finance lease liabilities	<u>52,798</u>	<u>60,666</u>
	<u>383,178</u>	<u>60,666</u>

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Notes to the Financial Statements for the Year Ended 5 April 2018

	2018 £	2017 £
Current loans and borrowings		
Bank borrowings	15,131	-
HP and finance leases	46,257	37,912
	<u>61,388</u>	<u>37,912</u>

9 Related party transactions

Transactions with directors

	Advances to directors £	Repayments by director £	At 5 April 2018 £
2018			
R M Robinson			
Loan account (interest is charged at 2.5%)	156,610	(72,473)	84,137

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.