

Sturmec Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 5 April 2022

Sturmec Limited

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Sturmec Limited

(Registration number: 04717300)

Balance Sheet as at 5 April 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	<u>4</u>	345,873	355,579
Current assets			
Stocks	<u>5</u>	193,967	163,419
Debtors	<u>6</u>	34,653	47,513
Cash at bank and in hand		190,843	124,778
		<u>419,463</u>	<u>335,710</u>
Creditors: Amounts falling due within one year	<u>7</u>	(247,039)	(211,904)
Net current assets		<u>172,424</u>	<u>123,806</u>
Total assets less current liabilities		518,297	479,385
Creditors: Amounts falling due after more than one year	<u>7</u>	(190,819)	(240,593)
Provisions for liabilities		<u>(65,716)</u>	<u>(67,560)</u>
Net assets		<u>261,762</u>	<u>171,232</u>
Capital and reserves			
Called up share capital		4	4
Retained earnings		<u>261,758</u>	<u>171,228</u>
Shareholders' funds		<u>261,762</u>	<u>171,232</u>

For the financial year ending 5 April 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 and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 16 December 2022 and signed on its behalf by:

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R M Robinson

Company secretary and director

The notes on pages 2 to 6 form an integral part of these financial statements.

Sturmec Limited

Notes to the Unaudited Financial Statements for the Year Ended 5 April 2022

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

These financial statements were authorised for issue by the Board on 16 December 2022.

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 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.

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

Going concern

Specifically in connection with the current economic climate, the directors are satisfied that the company has sufficient financial headroom to continue trading for at least the next twelve months. For this reason 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 5 April 2022

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.

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 & 5% straight line

Stocks

The basis of valuation is as follows:

Raw materials and 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 are based upon calculations prepared by the Central Association of Agricultural Valuers.

The basis of valuation is consistent with previous years.

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.

Notes to the Unaudited Financial Statements for the Year Ended 5 April 2022

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.

Dividends

Dividend distribution to the Company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

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 5 (2021 - 4).

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Notes to the Unaudited Financial Statements for the Year Ended 5 April 2022

4 Tangible assets

	Plant and machinery £	Total £
Cost or valuation		
At 6 April 2021	847,880	847,880
Additions	47,146	47,146
Disposals	(30,356)	(30,356)
At 5 April 2022	864,670	864,670
Depreciation		
At 6 April 2021	492,299	492,299
Charge for the year	53,903	53,903
Eliminated on disposal	(27,405)	(27,405)
At 5 April 2022	518,797	518,797
Carrying amount		
At 5 April 2022	345,873	345,873
At 5 April 2021	355,579	355,579

5 Stocks

	2022 £	2021 £
Raw materials and consumables	43,678	24,201
Tenantright	150,289	139,218
	193,967	163,419

6 Debtors

	2022 £	2021 £
Current		
Trade debtors	24,933	41,293
Prepayments	4,736	3,238
Other debtors	4,984	2,982
	34,653	47,513

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Notes to the Unaudited Financial Statements for the Year Ended 5 April 2022

7 Creditors

Creditors: amounts falling due within one year

	Note	2022 £	2021 £
Due within one year			
Bank loans and overdrafts	<u>8</u>	48,360	54,664
Trade creditors		61,613	44,260
Taxation and social security		1,432	1,111
Other creditors		127,203	104,040
Accruals and deferred income		8,431	7,829
		<u>247,039</u>	<u>211,904</u>

Due after one year

Loans and borrowings	<u>8</u>	<u>190,819</u>	<u>240,593</u>
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Creditors include bank loans and overdrafts and net obligations under finance lease and hire purchase contracts which are secured of £48,360 (2021 - £54,664).

Creditors: amounts falling due after more than one year

	Note	2022 £	2021 £
Due after one year			
Loans and borrowings	<u>8</u>	<u>190,819</u>	<u>240,593</u>

	2022 £	2021 £
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Due after more than five years

After more than five years by instalments	65,011	87,015
	<u> </u>	<u> </u>

Creditors include bank loans and overdrafts and net obligations under finance lease and hire purchase contracts which are secured of £190,819 (2021 - £240,593).

8 Loans and borrowings

	2022 £	2021 £
Non-current loans and borrowings		
Bank borrowings	183,319	218,232
Hire purchase contracts	7,500	22,361
	<u>190,819</u>	<u>240,593</u>

	2022 £	2021 £
Current loans and borrowings		
Bank borrowings	33,860	32,805

Hire purchase contracts	14,500	21,859
	48,360	54,664

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.