

**MORSAPACK LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE PERIOD 1 MARCH 2020 TO 31 DECEMBER 2020**

MorsaPack Limited
Unaudited Financial Statements
For the Period 1 March 2020 to 31 December 2020

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MorsaPack Limited
Balance Sheet
As at 31 December 2020

Registered number: 05127146

		31 December 2020		29 February 2020	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible Assets	3		3,757		6,450
Tangible Assets	4		57,289		74,514
			61,046		80,964
CURRENT ASSETS					
Stocks	5	248,522		292,609	
Debtors	6	885,908		889,022	
Cash at bank and in hand		88,265		22,398	
		1,222,695		1,204,029	
Creditors: Amounts Falling Due Within One Year	7	(808,414)		(877,679)	
NET CURRENT ASSETS (LIABILITIES)			414,281		326,350
TOTAL ASSETS LESS CURRENT LIABILITIES			475,327		407,314
PROVISIONS FOR LIABILITIES					
Deferred Taxation			(12,072)		(12,072)
NET ASSETS			463,255		395,242
CAPITAL AND RESERVES					
Called up share capital	9		12		12
Profit and Loss Account			463,243		395,230
SHAREHOLDERS' FUNDS			463,255		395,242

MorsaPack Limited
Balance Sheet (continued)
As at 31 December 2020

For the period ending 31 December 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 in accordance with section 476 of the Companies Act 2006.
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.
- These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.
- The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

Mr Robert McEwan

Director

22/09/2021

The notes on pages 3 to 6 form part of these financial statements.

MorsaPack Limited
Notes to the Financial Statements
For the Period 1 March 2020 to 31 December 2020

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

1.2. Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

Sale of goods

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

Rendering of services

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

1.3. Intangible Fixed Assets and Amortisation - Goodwill

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the separable net assets. It is amortised to profit and loss account over its estimated economic life of 20 years.

1.4. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & Machinery	15% reducing balance
Motor Vehicles	25% reducing balance
Fixtures & Fittings	15% reducing balance
Computer Equipment	15% reducing balance

1.5. Leasing and Hire Purchase Contracts

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in the creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period. Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.6. Stocks and Work in Progress

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 stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

1.7. Foreign Currencies

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

MorsaPack Limited
Notes to the Financial Statements (continued)
For the Period 1 March 2020 to 31 December 2020

1.8. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. The measurement of deferred tax liabilities and assets reflect the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

2. Average Number of Employees

Average number of employees, including directors, during the year was as follows: 12 (2020: 10)

3. Intangible Assets

	Goodwill
	£
Cost	
As at 1 March 2020	64,610
As at 31 December 2020	<u>64,610</u>
Amortisation	
As at 1 March 2020	58,160
Provided during the period	<u>2,693</u>
As at 31 December 2020	<u>60,853</u>
Net Book Value	
As at 31 December 2020	<u>3,757</u>
As at 1 March 2020	<u>6,450</u>

MorsaPack Limited
Notes to the Financial Statements (continued)
For the Period 1 March 2020 to 31 December 2020

4. Tangible Assets

	Plant & Machinery	Motor Vehicles	Fixtures & Fittings	Computer Equipment	Total
	£	£	£	£	£
Cost					
As at 1 March 2020	223,854	16,500	140,061	-	380,415
Additions	6,142	39,000	625	17,913	63,680
Disposals	(32,000)	(16,500)	(11,862)	-	(60,362)
As at 31 December 2020	197,996	39,000	128,824	17,913	383,733
Depreciation					
As at 1 March 2020	176,804	16,293	112,804	-	305,901
Provided during the period	36,088	9,957	14,764	5,355	66,164
Disposals	(29,328)	(16,293)	-	-	(45,621)
As at 31 December 2020	183,564	9,957	127,568	5,355	326,444
Net Book Value					
As at 31 December 2020	14,432	29,043	1,256	12,558	57,289
As at 1 March 2020	47,050	207	27,257	-	74,514

5. Stocks

	31 December 2020	29 February 2020
	£	£
Stock - materials and work in progress	248,522	292,609
	248,522	292,609

6. Debtors

	31 December 2020	29 February 2020
	£	£
Due within one year		
Trade debtors	444,746	469,803
Prepayments and accrued income	44,065	9,837
Other debtors	343,620	354,175
Directors' loan accounts	53,477	55,207
	885,908	889,022

MorsaPack Limited
Notes to the Financial Statements (continued)
For the Period 1 March 2020 to 31 December 2020

7. Creditors: Amounts Falling Due Within One Year

	31 December 2020	29 February 2020
	£	£
Net obligations under finance lease and hire purchase contracts	34,462	11,807
Trade creditors	306,146	314,253
Bank loans and overdrafts	559	45,000
Corporation tax	41,318	35,996
Other taxes and social security	15,801	11,501
VAT	123,008	39,911
Net wages	-	1,466
Other creditors	283,730	415,312
Accruals and deferred income	3,390	2,433
	<u>808,414</u>	<u>877,679</u>

8. Obligations Under Finance Leases and Hire Purchase

	31 December 2020	29 February 2020
	£	£
The maturity of these amounts is as follows:		
Amounts Payable:		
Within one year	34,462	11,807
	<u>34,462</u>	<u>11,807</u>
	<u>34,462</u>	<u>11,807</u>

9. Share Capital

	31 December 2020	29 February 2020
Allotted, Called up and fully paid	12	12

10. Directors Advances, Credits and Guarantees

Included within Debtors are the following loans to directors:

	As at 1 March 2020	Amounts advanced	Amounts repaid	Amounts written off	As at 31 December 2020
	£	£	£	£	£
Mr Robert McEwan	52,209	1,268	-	-	53,477

The above loan is unsecured and repayable on demand.

11. General Information

MorsaPack Limited is a private company, limited by shares, incorporated in England & Wales, registered number 05127146. The registered office is Unit D1 & D2, 15-16 Holloway Drive, Wardley Industrial estate, Worsley, Manchester, M28 2LA.

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.