REGISTERED NUMBER: 06091253 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28 FEBRUARY 2023

FOR

MERGE SERVICES LTD

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2023

MERGE SERVICES LTD

COMPANY INFORMATION
FOR THE YEAR ENDED 28 FEBRUARY 2023

DIRECTOR:	C Morgan
SECRETARY:	
REGISTERED OFFICE:	Myrtle Hill Five Roads Llanelli Carmarthenshire SA15 5AJ
REGISTERED NUMBER:	06091253 (England and Wales)
ACCOUNTANTS:	Charles & Co Chartered Certified Accountants 3 Murray Street Llanelli Carmarthenshire SA15 1AQ

BALANCE SHEET
28 FEBRUARY 2023

	Notes	2023 £	2023 £	2022 £	2022 £
FIXED ASSETS					
Intangible assets	4		2,000		2,500
Tangible assets	5		226,790		346,404
			228,790		348,904
CURRENT ASSETS					
Stocks		265,000		265,000	
Debtors	6	336,991		374,911	
Cash at bank and in hand		13,746		1,241	
		615,737		641,152	
CREDITORS					
Amounts falling due within one year	7	319,534		380,434	
NET CURRENT ASSETS			296,203		260,718
TOTAL ASSETS LESS CURRENT LIABILITIES			524,993		609,622
CREDITORS					
Amounts falling due after more than one year	8		121,644		240,259
NET ASSETS			403,349		369,363
CAPITAL AND RESERVES					
Called up share capital			2		2
Retained earnings			403,347		369,361
SHAREHOLDERS' FUNDS			403,349		369,363

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 28 February 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 28 February 2023 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.

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BALANCE SHEET - continued
28 FEBRUARY 2023

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 12 September 2023 and were signed by:

C Morgan - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2023

1. **STATUTORY INFORMATION**

Merge Services Ltd 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.

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

Goodwill
Goodwill, being the amount paid in connection with the acquisition of a business in 2007, is being amortised evenly over its estimated useful life of twenty years.

Intangible assets
Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 20% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 20% on reducing balance

Stocks
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 items.

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks 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.

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2. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments
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.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 21 (2022 - 21) .

4. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 March 2022	
and 28 February 2023	10,000
AMORTISATION	
At 1 March 2022	7,500
Amortisation for year	500
At 28 February 2023	8,000
NET BOOK VALUE	
At 28 February 2023	2,000
At 28 February 2022	2,500

5. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 March 2022	77,169	387,736	91,778	2,080	558,763
Additions	-	-	19,040	-	19,040
Disposals	(77,169)	-	-	-	(77,169)
At 28 February 2023	-	387,736	110,818	2,080	500,634
DEPRECIATION					
At 1 March 2022	-	177,087	33,545	1,727	212,359
Charge for year	-	42,130	19,319	36	61,485
At 28 February 2023	-	219,217	52,864	1,763	273,844
NET BOOK VALUE					
At 28 February 2023	-	168,519	57,954	317	226,790
At 28 February 2022	77,169	210,649	58,233	353	346,404

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6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Trade debtors	144,319	159,690
Other debtors	192,672	215,221
	336,991	374,911

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Bank loans and overdrafts	-	71,011
Trade creditors	194,488	190,209
Taxation and social security	76,092	99,711
Other creditors	48,954	19,503
	319,534	380,434

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

	2023	2022
	£	£
Bank loans	32,587	98,687
Hire purchase contracts	89,057	141,572
	121,644	240,259

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more 5 yr by instal	-	55,261

Bank Loan