

REGISTERED NUMBER: 06715305 (England and Wales)

Unaudited Financial Statements
for the Year Ended 31 December 2019
for
CUBE PRECISION ENGINEERING LIMITED

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for the year ended 31 December 2019

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CUBE PRECISION ENGINEERING LIMITED

Company Information
for the year ended 31 December 2019

Directors:	P J Bannister N S Clifton Ms D Workman
Registered office:	Cakemore Road Rowley Regis West Midlands B65 0QW
Registered number:	06715305 (England and Wales)
Accountants:	Haines Watts Birmingham LLP 5-6 Greenfield Crescent Edgbaston Birmingham B15 3BE
Bankers:	Lloyds Bank Ariel House 2138 Coventry Road Sheldon B26 3JW

Statement of Financial Position
31 December 2019

	Notes	£	2019 £	£	2018 £
Fixed assets					
Tangible assets	4		898,197		684,247
Current assets					
Stocks	5	241,583		201,032	
Debtors	6	2,554,497		1,722,550	
Cash at bank and in hand		79,988		52,308	
		<u>2,876,068</u>		<u>1,975,890</u>	
Creditors					
Amounts falling due within one year	7	<u>2,215,615</u>		<u>1,561,576</u>	
Net current assets			<u>660,453</u>		<u>414,314</u>
Total assets less current liabilities			<u>1,558,650</u>		<u>1,098,561</u>
Creditors					
Amounts falling due after more than one year	8		(716,223)		(497,670)
Provisions for liabilities	10		<u>(22,239)</u>		<u>(27,553)</u>
Net assets			<u>820,188</u>		<u>573,338</u>
Capital and reserves					
Called up share capital	11		150		150
Retained earnings			<u>820,038</u>		<u>573,188</u>
Shareholders' funds			<u>820,188</u>		<u>573,338</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2019 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and 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.

Statement of Financial Position - continued
31 December 2019

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 Board of Directors on 30 March 2020 and were signed on its behalf by:

N S Clifton - Director

Ms D Workman - Director

Notes to the Financial Statements
for the year ended 31 December 2019

1. **Statutory information**

Cube 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.

Turnover

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

Tangible fixed assets

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

Improvements to property - 15% straight line
Plant and machinery - 15% straight line
Motor vehicles - 25% straight line
Office equipment - 25% straight line

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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 statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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.

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 40 (2018 - 38).

Notes to the Financial Statements - continued
for the year ended 31 December 2019

4. Tangible fixed assets

	Short leasehold £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
Cost					
At 1 January 2019	52,975	2,088,575	79,517	52,924	2,273,991
Additions	10,757	432,169	7,696	-	450,622
Disposals	-	(62,364)	-	(24,000)	(86,364)
At 31 December 2019	<u>63,732</u>	<u>2,458,380</u>	<u>87,213</u>	<u>28,924</u>	<u>2,638,249</u>
Depreciation					
At 1 January 2019	8,605	1,505,470	66,242	9,427	1,589,744
Charge for year	6,954	190,886	11,508	3,824	213,172
Eliminated on disposal	-	(62,364)	-	(500)	(62,864)
At 31 December 2019	<u>15,559</u>	<u>1,633,992</u>	<u>77,750</u>	<u>12,751</u>	<u>1,740,052</u>
Net book value					
At 31 December 2019	<u>48,173</u>	<u>824,388</u>	<u>9,463</u>	<u>16,173</u>	<u>898,197</u>
At 31 December 2018	<u>44,370</u>	<u>583,105</u>	<u>13,275</u>	<u>43,497</u>	<u>684,247</u>

Included within the net book value of £898,941 is £285,632 (2018 - £436,681) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £127,0491 (2018 - £146,561).

5. Stocks

	2019 £	2018 £
Raw materials	<u>241,583</u>	<u>201,032</u>

6. Debtors: amounts falling due within one year

	2019 £	2018 £
Trade debtors	1,017,126	631,755
Amounts owed by group undertakings	318,678	278,964
Other debtors	7,278	10,317
Amounts recoverable on long term contracts	815,892	457,601
Tax	349,457	287,516
Prepayments and accrued income	46,066	56,397
	<u>2,554,497</u>	<u>1,722,550</u>

7. Creditors: amounts falling due within one year

	2019 £	2018 £
Hire purchase contracts (see note 9)	228,862	175,047
Trade creditors	568,604	310,870
Social security and other taxes	51,583	41,634
VAT	186,215	101,599
Other creditors	1,098,431	862,967
Directors' loan accounts	120	120
Accruals and deferred income	81,800	69,339
	<u>2,215,615</u>	<u>1,561,576</u>

Notes to the Financial Statements - continued
for the year ended 31 December 2019

8. **Creditors: amounts falling due after more than one year**

	2019	2018
	£	£
Bank loans - 1-2 years	30,751	30,706
Bank loans - 2-5 years	92,253	92,118
Bank loans more 5 yr by instal	17,732	48,618
Hire purchase contracts (see note 9)	450,025	288,572
Other creditors	125,462	37,656
	<u>716,223</u>	<u>497,670</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more 5 yr by instal	<u>17,732</u>	<u>48,618</u>

Secured loans

The amounts included within hire purchase contracts for the purchase of machines are secured on those machines purchased, which are included in plant and machinery as shown within note 6.

Invoice finance advances received under the sales finance agreement included within other creditors are secured on trade debtors as shown in note 8 and assets.

The loans included within other creditors for the purchase of machines are secured on those machines which are included in plant and machinery and shown in note 6.

9. **Leasing agreements**

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2019	2018
	£	£
Net obligations repayable:		
Within one year	228,862	175,047
Between one and five years	450,025	288,572
	<u>678,887</u>	<u>463,619</u>

	Non-cancellable operating leases	
	2019	2018
	£	£
Within one year	23,822	93,082
Between one and five years	17,998	26,474
	<u>41,820</u>	<u>119,556</u>

10. **Provisions for liabilities**

	2019	2018
	£	£
Deferred tax		
Accelerated capital allowances	<u>22,239</u>	<u>27,553</u>

Notes to the Financial Statements - continued
for the year ended 31 December 2019

10. **Provisions for liabilities - continued**

	Deferred tax
	£
Balance at 1 January 2019	27,553
Provided during year	(5,314)
Balance at 31 December 2019	<u>22,239</u>

11. **Called up share capital**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2019	2018
			£	£
150	Ordinary	1	<u>150</u>	<u>150</u>

12. **Related party disclosures**

Included in debtors is a balance of £262,669 (2018 - £215,772) due from Cube Investments Group Limited.

Included in debtors is a balance of £56,008 (2018 - £63,192) due from GFP Tools Limited.

Included within other creditors is a balance of £nil due to Cube Aerospace Engineering Limited, (2018 - £24,008).

Included within other creditors are balances totalling £312,772 (2018 - £490,803) due to P V & S Clifton.

Included within trade creditors is a balance of £32,512 (2018 - £18,991) due to P V & S Clifton.

Included within other creditors is a balance of £120 (2018 - £120) due to N Clifton.

13. **Ultimate controlling party**

The controlling party is Cube Investments Group Limited.

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.