

**MRM ENGINEERING SERVICES LIMITED**

**UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2020**

Deans  
Chartered Accountants  
Gibson House  
Hurricane Court  
Hurricane Close  
Stafford  
ST16 1GZ

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FOR THE YEAR ENDED 31 OCTOBER 2020**

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**DIRECTORS:**

M R Melling  
Mrs P A Melling

**REGISTERED OFFICE:**

Unit 1, Calibre Industrial park  
Laches Close  
Four Ashes  
Wolverhampton  
West Midlands  
WV10 7DZ

**REGISTERED NUMBER:**

07261268 (England and Wales)

**BALANCE SHEET**  
**31 OCTOBER 2020**

	Notes	2020 £	2019 £
<b>FIXED ASSETS</b>			
Tangible assets	4	582,633	604,676
<b>CURRENT ASSETS</b>			
Stocks		38,677	11,727
Debtors	5	5,213	64,896
Cash at bank		25,537	4,777
		<u>69,427</u>	<u>81,400</u>
<b>CREDITORS</b>			
Amounts falling due within one year	6	<u>(64,527)</u>	<u>(82,679)</u>
<b>NET CURRENT ASSETS/(LIABILITIES)</b>		<u>4,900</u>	<u>(1,279)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>587,533</u>	<u>603,397</u>
<b>CREDITORS</b>			
Amounts falling due after more than one year	7	1,154,196	1,072,851
<b>PROVISIONS FOR LIABILITIES</b>		8,338	8,338
<b>CAPITAL AND RESERVES</b>			
Called up share capital	9	20	20
Revaluation reserve		194,544	194,544
Retained earnings		<u>(769,565)</u>	<u>(672,356)</u>
<b>SHAREHOLDERS' FUNDS</b>		<u>(575,001)</u>	<u>(477,792)</u>
		<u>587,533</u>	<u>603,397</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 October 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 October 2020 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- 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.

**BALANCE SHEET - continued**  
**31 OCTOBER 2020**

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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 Profit and Loss Account has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 26 July 2021 and were signed on its behalf by:

M R Melling - Director

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 OCTOBER 2020

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1. **STATUTORY INFORMATION**

MRM Engineering Services 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 Section 1A "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

**Turnover**

Turnover is measured at the fair value of the consideration received or receivable net of VAT and trade discounts. The policies adopted for the recognition of turnover are as follows:

Rendering of services

When the outcome of a transaction can be estimated reliably, turnover from vehicle maintenance is recognised by reference to the stage of completion at the balance sheet date. Where the outcome cannot be measured reliably, turnover is recognised only to the extent of the expenses recognised that are recoverable.

**Tangible fixed assets**

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

Freehold property	- 2% on cost
Improvements to property	- 2% on cost
Plant and machinery	- 25% on reducing balance and 10% on cost
Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 33.3% on cost

**Government grants**

Government Grants in respect of COVID-19 received as compensation for expenses or losses already incurred, or for the purpose of giving immediate financial support to the company with no future related costs, are recognised as income in the period in which the grant becomes receivable, using the accruals model.

**Stocks**

Stocks are valued at the lower of cost and estimated selling price less costs to sell. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

**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.

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 OCTOBER 2020

2. ACCOUNTING POLICIES - continued

**Debtors and creditors receivable / payable within one year**

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 4 (2019 - 5 ).

4. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
<b>COST OR VALUATION</b>			
At 1 November 2019	511,250	237,500	748,750
Additions	-	857	857
At 31 October 2020	<u>511,250</u>	<u>238,357</u>	<u>749,607</u>
<b>DEPRECIATION</b>			
At 1 November 2019	16,250	127,824	144,074
Charge for year	-	22,900	22,900
At 31 October 2020	<u>16,250</u>	<u>150,724</u>	<u>166,974</u>
<b>NET BOOK VALUE</b>			
At 31 October 2020	<u>495,000</u>	<u>87,633</u>	<u>582,633</u>
At 31 October 2019	<u>495,000</u>	<u>109,676</u>	<u>604,676</u>

Cost or valuation at 31 October 2020 is represented by:

	Land and buildings £	Plant and machinery etc £	Totals £
Valuation in 2019	136,250	66,632	202,882
Cost	<u>375,000</u>	<u>171,725</u>	<u>546,725</u>
	<u>511,250</u>	<u>238,357</u>	<u>749,607</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 OCTOBER 2020**

**4. TANGIBLE FIXED ASSETS - continued**

If freehold land and buildings had not been revalued they would have been included at the following historical cost:

	2020	2019
	£	£
Cost	<u>375,000</u>	<u>375,000</u>
Aggregate depreciation	<u>16,250</u>	<u>16,250</u>
Value of land in freehold land and buildings	<u>358,750</u>	<u>358,750</u>

Freehold land and buildings were valued on an open market basis on 5 August 2020 by Bullys Chartered Surveyors .

The plant and machinery revaluation was undertaken by the director during 2019.

**5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2020	2019
	£	£
Trade debtors	135	63,032
VAT	1,785	-
Prepayments and accrued income	<u>3,293</u>	<u>1,864</u>
	<u>5,213</u>	<u>64,896</u>

**6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2020	2019
	£	£
Trade creditors	9,800	15,495
Social security and other taxes	2,110	3,790
Pension	-	960
VAT	-	9,839
Directors' current accounts	50,000	50,000
Accruals and deferred income	<u>2,617</u>	<u>2,595</u>
	<u>64,527</u>	<u>82,679</u>



NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 OCTOBER 2020

## 7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2020	2019
	£	£
Bank loans - 1-2 years	8,830	-
Bank loans - 2-5 years	30,352	-
Bank loans more than 5 years by instalments	10,818	-
Director's loan account > 1 yr	<u>1,104,196</u>	<u>1,072,851</u>
	<u>1,154,196</u>	<u>1,072,851</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more than 5 years by instalments	<u>10,818</u>	<u>-</u>
	<u>10,818</u>	<u>-</u>

## 8. SECURED DEBTS

The following secured debts are included within creditors:

	2020	2019
	£	£
Director's loan account	<u>1,154,196</u>	<u>1,122,851</u>

## 9. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2020	2019
			£	£
20	Ordinary	£1	<u>20</u>	<u>20</u>

## 10. GOING CONCERN

At the balance sheet date, the company is insolvent and is reliant on the continual support of the director, Mr M R Melling. The director has indicated that he will not withdraw this support.

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.