

Registered number  
11653918

BSL Precision Engineering Ltd

Filleted Accounts

31 October 2020

**BSL Precision Engineering Ltd****Registered number:** 11653918**Balance Sheet****as at 31 October 2020**

|                                                                | Notes | 2020<br>£        | 2019<br>£        |
|----------------------------------------------------------------|-------|------------------|------------------|
| <b>Fixed assets</b>                                            |       |                  |                  |
| Intangible assets                                              | 3     | 42,034           | 56,046           |
| Tangible assets                                                | 4     | 121,470          | 63,954           |
|                                                                |       | <u>163,504</u>   | <u>120,000</u>   |
| <b>Current assets</b>                                          |       |                  |                  |
| Stocks                                                         |       | 38,240           | 7,249            |
| Debtors                                                        | 5     | 58,611           | 34,014           |
| Cash at bank and in hand                                       |       | 21,881           | 6,620            |
|                                                                |       | <u>118,732</u>   | <u>47,883</u>    |
| <b>Creditors: amounts falling due within one year</b>          | 6     | (299,164)        | (241,190)        |
| <b>Net current liabilities</b>                                 |       | <u>(180,432)</u> | <u>(193,307)</u> |
| <b>Total assets less current liabilities</b>                   |       | <u>(16,928)</u>  | <u>(73,307)</u>  |
| <b>Creditors: amounts falling due after more than one year</b> | 7     | (81,909)         | -                |
| <b>Net liabilities</b>                                         |       | <u>(98,837)</u>  | <u>(73,307)</u>  |
| <b>Capital and reserves</b>                                    |       |                  |                  |
| Called up share capital                                        |       | 100              | 100              |
| Profit and loss account                                        |       | (98,937)         | (73,407)         |
| <b>Shareholders' funds</b>                                     |       | <u>(98,837)</u>  | <u>(73,307)</u>  |

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has not been delivered to the Registrar of Companies.

J J Rodgman

Director

Approved by the board on 13 August 2021

**BSL Precision Engineering Ltd**  
**Notes to the Accounts**  
**for the year ended 31 October 2020**

**1 Accounting policies**

***Basis of preparation***

The accounts have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland (as applied to small entities by section 1A of the standard).

***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 from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer. 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.

***Intangible fixed assets***

Intangible fixed assets are measured at cost less accumulative amortisation and any accumulative impairment losses.

***Tangible fixed assets***

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

|                                         |                                         |
|-----------------------------------------|-----------------------------------------|
| Plant and machinery                     | 20% straight line                       |
| Fixtures, fittings, tools and equipment | 25% straight line, or 33% straight line |

***Stocks***

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first in first out method. The carrying amount of stock sold is recognised as an expense in the period in which the related revenue is recognised.

***Debtors***

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

***Creditors***

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

### ***Taxation***

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. 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. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

### ***Provisions***

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

### ***Foreign currency translation***

Transactions in foreign currencies are initially recognised at the rate of exchange ruling at the date of the transaction. At the end of each reporting period foreign currency monetary items are translated at the closing rate of exchange. Non-monetary items that are measured at historical cost are translated at the rate ruling at the date of the transaction. All differences are charged to profit or loss.

### ***Leased assets***

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership. All other leases are classified as operating leases. The rights of use and obligations under finance leases are initially recognised as assets and liabilities at amounts equal to the fair value of the leased assets or, if lower, the present value of the minimum lease payments. Minimum lease payments are apportioned between the finance charge and the reduction in the outstanding liability using the effective interest rate method. The finance charge is allocated to each period during the lease so as to produce a constant periodic rate of interest on the remaining balance of the liability. Leased assets are depreciated in accordance with the company's policy for tangible fixed assets. If there is no reasonable certainty that ownership will be obtained at the end of the lease term, the asset is depreciated over the lower of the lease term and its useful life. Operating lease payments are recognised as an expense on a straight line basis over the lease term.

### ***Pensions***

Contributions to defined contribution plans are expensed in the period to which they relate.

### ***Grants***

Government grants in relation to tangible fixed asset are credited to profit and loss account over the useful lives of the related assets, whereas those in relation to expenditure are credited when the expenditure is charged to profit and loss.

| 2 Employees                                       | 2020   | 2019   |
|---------------------------------------------------|--------|--------|
|                                                   | Number | Number |
| Average number of persons employed by the company | 3      | 4      |

### 3 Intangible fixed assets

£

Goodwill:

#### Cost

|                    |               |
|--------------------|---------------|
| At 1 November 2019 | 70,058        |
| At 31 October 2020 | <u>70,058</u> |

#### Amortisation

|                          |               |
|--------------------------|---------------|
| At 1 November 2019       | 14,012        |
| Provided during the year | <u>14,012</u> |
| At 31 October 2020       | <u>28,024</u> |

#### Net book value

|                    |               |
|--------------------|---------------|
| At 31 October 2020 | <u>42,034</u> |
| At 31 October 2019 | <u>56,046</u> |

Goodwill is being written off in equal annual instalments over its estimated economic life of 5 years.

### 4 Tangible fixed assets

Plant and  
machinery  
etc  
£

#### Cost

|                    |                |
|--------------------|----------------|
| At 1 November 2019 | 79,942         |
| Additions          | <u>91,973</u>  |
| At 31 October 2020 | <u>171,915</u> |

#### Depreciation

|                     |               |
|---------------------|---------------|
| At 1 November 2019  | 15,988        |
| Charge for the year | <u>34,457</u> |
| At 31 October 2020  | <u>50,445</u> |

#### Net book value

|                    |                |
|--------------------|----------------|
| At 31 October 2020 | <u>121,470</u> |
| At 31 October 2019 | <u>63,954</u>  |

### 5 Debtors

2020

2019

£

£

|                                                                                                       |        |        |
|-------------------------------------------------------------------------------------------------------|--------|--------|
| Trade debtors                                                                                         | 5,652  | 12,983 |
| Amounts owed by group undertakings and undertakings in which the company has a participating interest | 1,621  | 2,460  |
| Deferred tax asset                                                                                    | 20,882 | 17,594 |

|               |               |               |
|---------------|---------------|---------------|
| Other debtors | 30,456        | 977           |
|               | <u>58,611</u> | <u>34,014</u> |

|                                                                                                       |                |                |
|-------------------------------------------------------------------------------------------------------|----------------|----------------|
| <b>6 Creditors: amounts falling due within one year</b>                                               | <b>2020</b>    | <b>2019</b>    |
|                                                                                                       | <b>£</b>       | <b>£</b>       |
| Bank loans and overdrafts                                                                             | 2,500          | -              |
| Obligations under finance lease and hire purchase contracts                                           | 17,959         | -              |
| Trade creditors                                                                                       | 4,609          | 6,932          |
| Amounts owed to group undertakings and undertakings in which the company has a participating interest | 266,744        | 225,086        |
| Director's account                                                                                    | 261            | 261            |
| Taxation and social security costs                                                                    | 5,209          | 6,283          |
| Other creditors                                                                                       | 1,882          | 2,628          |
|                                                                                                       | <u>299,164</u> | <u>241,190</u> |

Obligation under finance lease and hire purchases contracts are secured on the assets concerned.

|                                                             |               |             |
|-------------------------------------------------------------|---------------|-------------|
| <b>7 Creditors: amounts falling due after one year</b>      | <b>2020</b>   | <b>2019</b> |
|                                                             | <b>£</b>      | <b>£</b>    |
| Bank loans                                                  | 27,500        | -           |
| Obligations under finance lease and hire purchase contracts | 54,409        | -           |
|                                                             | <u>81,909</u> | <u>-</u>    |

|                                                                |              |             |
|----------------------------------------------------------------|--------------|-------------|
| <b>8 Loans</b>                                                 | <b>2020</b>  | <b>2019</b> |
|                                                                | <b>£</b>     | <b>£</b>    |
| Creditors include:                                             |              |             |
| Instalments falling due for payment after more than five years | <u>3,500</u> | <u>-</u>    |

## 9 Related party transactions

The directors held a directors loan during the year. No advances or repayments were made during the year. No amounts were written off. The balance at the year end was £261 (2019: £261). This loan is interest free and repayable on demand.

The parent company made loans and paid expenses on behalf of the company of £2,769. The balance due to the parent company at the year end was £203,622 (2019: £200,853). This loan is interest free and repayable on demand.

## 10 Going concern

The financial statements have been prepared on a going concern basis which assumes that the company will continue to operate for the foreseeable future. Additionally not all events or conditions can be predicted with the event of the COVID 19 pandemic, which has brought with

it additional unprecedented levels of uncertainty and the inability to assess fully, therefore, the impact of that on not only the company but also on the customers and suppliers it trades with. Budgets and cash flow projections compiled by the directors indicate that the company has sufficient reserves to continue to trade. The directors believe that support afforded, careful cashflow considerations and use of mitigating actions available, including furloughing of underutilised staff, is sufficient upon which to adopt the going concern basis.

## 11 Controlling party

Borehole Solutions Ltd (Co No 09266910, registered in England) is considered to be the ultimate controlling party by virtue of its 90% shareholding in the issued share capital of the company.

The registered office address for Borehole Solutions Ltd is as follows:  
Sapphire Heights Courtyard  
31 Tenby Street North  
Birmingham  
West Midlands  
B1 3ES

## 12 Other information

BSL Precision Engineering Ltd is a private company limited by shares and incorporated in England. Its registered office is:

Sapphire Heights Courtyard  
31 Tenby Street North  
Birmingham  
West Midlands  
B1 3ES

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