

REGISTERED NUMBER: SC408269 (Scotland)

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018

FOR

CARDAN PRECISION ENGINEERING LTD

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FOR THE YEAR ENDED 30 SEPTEMBER 2018

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CARDAN PRECISION ENGINEERING LTD
COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2018

DIRECTOR: J McFall

REGISTERED OFFICE: Unit 2 Block 3
Blantyre Industrial Estate
Glasgow
G72 0UL

REGISTERED NUMBER: SC408269 (Scotland)

ACCOUNTANTS: Benson Wood & Co.
20 Anderson Street
Airdrie
Lanarkshire
ML6 0AA

BALANCE SHEET
30 SEPTEMBER 2018

	Notes	30.9.18 £	£	30.9.17 £	£
FIXED ASSETS					
Tangible assets	4		728,017		558,573
CURRENT ASSETS					
Stocks		168,439		137,060	
Debtors	5	311,284		220,653	
Cash at bank and in hand		<u>148,444</u>		<u>113,252</u>	
		628,167		470,965	
CREDITORS					
Amounts falling due within one year	6	<u>309,476</u>		<u>287,652</u>	
NET CURRENT ASSETS			<u>318,691</u>		<u>183,313</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,046,708		741,886
CREDITORS					
Amounts falling due after more than one year	7		(365,513)		(279,855)
PROVISIONS FOR LIABILITIES	9		<u>(77,039)</u>		<u>(53,510)</u>
NET ASSETS			<u>604,156</u>		<u>408,521</u>
CAPITAL AND RESERVES					
Called up share capital			102		102
Retained earnings			<u>604,054</u>		<u>408,419</u>
SHAREHOLDERS' FUNDS			<u>604,156</u>		<u>408,521</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 September 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2018 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 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.
- (b)

BALANCE SHEET - continued
30 SEPTEMBER 2018

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

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 on 27 March 2019 and were signed by:

J McFall - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018

1. STATUTORY INFORMATION

Cardan Precision Engineering Ltd is a private company, limited by shares, registered in Scotland. 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 the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "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.

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 the cost less estimated residual value of each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 5% on cost
Improvements to property	- 5% on cost
Plant and machinery	- 25% on reducing balance and 20% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 20% on reducing balance
Computer equipment	- 25% on reducing balance

Tangible assets are initially recognised at cost which is the purchase price plus any directly attributable costs. Subsequently tangible assets are measured at cost less accumulated depreciation and impairment losses.

Government grants

Government grants are credited to income in the period they are received after all conditions relating to such grants have been satisfied.

Stocks

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

Financial instruments

The company only has basic financial instruments.

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Short term trade creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

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.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2018

2. ACCOUNTING POLICIES - continued

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.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

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 19 (2017 - 16) .

4. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Plant and machinery £
COST			
At 1 October 2017	182,142	12,976	561,955
Additions	-	4,242	271,928
At 30 September 2018	<u>182,142</u>	<u>17,218</u>	<u>833,883</u>
DEPRECIATION			
At 1 October 2017	-	-	229,687
Charge for year	-	-	97,458
Eliminated on disposal	-	-	-
At 30 September 2018	<u>-</u>	<u>-</u>	<u>327,145</u>
NET BOOK VALUE			
At 30 September 2018	<u>182,142</u>	<u>17,218</u>	<u>506,738</u>
At 30 September 2017	<u>182,142</u>	<u>12,976</u>	<u>332,268</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2018

4. TANGIBLE FIXED ASSETS - continued

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 October 2017	1,183	36,090	11,374	805,720
Additions	5,859	-	4,388	286,417
Disposals	(1,183)	(23,439)	-	(24,622)
At 30 September 2018	<u>5,859</u>	<u>12,651</u>	<u>15,762</u>	<u>1,067,515</u>
DEPRECIATION				
At 1 October 2017	123	10,321	7,016	247,147
Charge for year	820	3,778	1,724	103,780
Eliminated on disposal	(366)	(11,063)	-	(11,429)
At 30 September 2018	<u>577</u>	<u>3,036</u>	<u>8,740</u>	<u>339,498</u>
NET BOOK VALUE				
At 30 September 2018	<u>5,282</u>	<u>9,615</u>	<u>7,022</u>	<u>728,017</u>
At 30 September 2017	<u>1,060</u>	<u>25,769</u>	<u>4,358</u>	<u>558,573</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 October 2017	349,500	36,090	385,590
Additions	189,500	-	189,500
Disposals	-	(23,439)	(23,439)
Transfer to ownership	(109,500)	-	(109,500)
At 30 September 2018	<u>429,500</u>	<u>12,651</u>	<u>442,151</u>
DEPRECIATION			
At 1 October 2017	105,219	10,321	115,540
Charge for year	61,551	3,778	65,329
Eliminated on disposal	-	(11,063)	(11,063)
Transfer to ownership	(68,839)	-	(68,839)
At 30 September 2018	<u>97,931</u>	<u>3,036</u>	<u>100,967</u>
NET BOOK VALUE			
At 30 September 2018	<u>331,569</u>	<u>9,615</u>	<u>341,184</u>
At 30 September 2017	<u>244,281</u>	<u>25,769</u>	<u>270,050</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2018

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.9.18	30.9.17
	£	£
Trade debtors	275,565	209,175
Other debtors	6,765	(35)
Prepayments	28,954	11,513
	<u>311,284</u>	<u>220,653</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.9.18	30.9.17
	£	£
Bank loans and overdrafts	7,530	22,530
Hire purchase contracts	80,552	64,194
Trade creditors	140,652	137,786
Tax	47,322	22,699
Paye and National Insurance	15,886	12,115
VAT	786	23,631
Other creditors	1,640	308
Directors' current accounts	652	350
Accrued expenses	14,456	4,039
	<u>309,476</u>	<u>287,652</u>

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

	30.9.18	30.9.17
	£	£
Bank loans - 1-2 years	7,467	7,193
Bank loans - 2-5 years	24,149	23,264
Bank loans more 5 yr by instal	83,085	91,786
Hire purchase contracts	250,812	157,612
	<u>365,513</u>	<u>279,855</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more 5 yr by instal	<u>83,085</u>	<u>91,786</u>

8. SECURED DEBTS

The following secured debts are included within creditors:

	30.9.18	30.9.17
	£	£
Bank loans	<u>122,231</u>	<u>144,773</u>

The Royal Bank of Scotland plc holds a Bond and Floating Charge over all the assets of the company.

In addition they also hold a standard security over the properties at Units 2 and 3A, Block 3, West Avenue, Blantyre Industrial Estate, Blantyre, Glasgow. G72 OUL.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2018

9. **PROVISIONS FOR LIABILITIES**

	30.9.18	30.9.17
	£	£
Deferred tax		
Accelerated capital allowances	<u>77,039</u>	<u>53,510</u>
		Deferred
		tax
		£
Balance at 1 October 2017		53,510
Provided during year		<u>23,529</u>
Balance at 30 September 2018		<u>77,039</u>

10. **ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is J McFall.

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.