

Unaudited Financial Statements for the Year Ended 31 December 2021

for

**Cutlery and Allied Trades Research
Association**

Landin Wilcock & Co
Chartered Accountants
68 Queen Street
Sheffield
South Yorkshire
S1 1WR

**Cutlery and Allied Trades Research
Association (Registered number: 00739777)**

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for the Year Ended 31 December 2021**

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**Cutlery and Allied Trades Research
Association**

**Company Information
for the Year Ended 31 December 2021**

DIRECTORS:	Mr C Inman Mr D J Greensmith Mr D A Pinder
REGISTERED OFFICE:	Henry Street Sheffield South Yorkshire S3 7EQ
REGISTERED NUMBER:	00739777 (England and Wales)
ACCOUNTANTS:	Landin Wilcock & Co Chartered Accountants 68 Queen Street Sheffield South Yorkshire S1 1WR
BANKERS:	Lloyds Bank plc 1 High Street Sheffield South Yorkshire S1 2GA
SOLICITORS:	Wake Smith LLP No 1 Velocity 2 Tenter Street Sheffield South Yorkshire S1 4BY

**Chartered Accountants' Report to the Board of Directors
on the Unaudited Financial Statements of
Cutlery and Allied Trades Research
Association**

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Directors' Report are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Cutlery and Allied Trades Research Association for the year ended 31 December 2021 which comprise the Income Statement, Other Comprehensive Income, Balance Sheet, Statement of Changes in Equity and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of Cutlery and Allied Trades Research Association, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Cutlery and Allied Trades Research Association and state those matters that we have agreed to state to the Board of Directors of Cutlery and Allied Trades Research Association, as a body, in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Cutlery and Allied Trades Research Association and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Cutlery and Allied Trades Research Association has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of Cutlery and Allied Trades Research Association. You consider that Cutlery and Allied Trades Research Association is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Cutlery and Allied Trades Research Association. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Landin Wilcock & Co
Chartered Accountants
68 Queen Street
Sheffield
South Yorkshire
S1 1WR

8 December 2022

**Cutlery and Allied Trades Research
Association (Registered number: 00739777)**

**Balance Sheet
31 December 2021**

	Notes	31/12/21 £	31/12/20 £
FIXED ASSETS			
Tangible assets	4	585,729	554,896
CURRENT ASSETS			
Stocks		248,677	202,246
Debtors	5	61,597	79,588
Cash at bank and in hand		<u>96,535</u>	<u>246,447</u>
		406,809	528,281
CREDITORS			
Amounts falling due within one year	6	<u>(184,843)</u>	<u>(113,742)</u>
NET CURRENT ASSETS		<u>221,966</u>	<u>414,539</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		807,695	969,435
CREDITORS			
Amounts falling due after more than one year	7	(167,263)	(160,610)
PROVISIONS FOR LIABILITIES		-	(31,275)
NET ASSETS		<u>640,432</u>	<u>777,550</u>
RESERVES			
Revaluation reserve	9	366,284	394,384
Income and expenditure account		<u>274,148</u>	<u>383,166</u>
		<u>640,432</u>	<u>777,550</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2021 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
- (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 surplus or deficit 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.

The notes form part of these financial statements

**Cutlery and Allied Trades Research
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**Balance Sheet - continued
31 December 2021**

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 and authorised for issue on 7 December 2022 and were signed on its behalf by:

Mr D J Greensmith - Director

Mr C Inman - Director

**Cutlery and Allied Trades Research
Association (Registered number: 00739777)**

**Notes to the Financial Statements
for the Year Ended 31 December 2021**

1. STATUTORY INFORMATION

Cutlery and Allied Trades Research Association is a private company, limited by guarantee, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

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 as modified by the revaluation of certain assets.

The company is a private company limited by guarantee and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £1 towards the assets of the company in the event of liquidation.

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	- 2.5% on cost
Plant and machinery	- 25% on reducing balance and 20% on cost
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% 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.

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2021**

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.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

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 surplus or deficit over the relevant period. The capital element of the future payments is treated as a liability.

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.

Financial instruments

Financial assets and financial liabilities are recognised when the Company becomes party to the contractual provisions of the instrument. Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities.

Going concern

The directors have reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing annual financial statements.

Government grants

Government grants relating to revenue expenditure are recognised in income on a systematic basis over the period in which the company recognises the related costs for which the grant is intended to compensate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 15 (2020 - 15) .

**Cutlery and Allied Trades Research
Association (Registered number: 00739777)**

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2021**

4. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST OR VALUATION					
At 1 January 2021	500,000	474,199	69,382	6,348	1,049,929
Additions	-	65,244	6,148	-	71,392
At 31 December 2021	<u>500,000</u>	<u>539,443</u>	<u>75,530</u>	<u>6,348</u>	<u>1,121,321</u>
DEPRECIATION					
At 1 January 2021	11,384	420,940	56,903	5,806	495,033
Charge for year	11,384	23,977	4,656	542	40,559
At 31 December 2021	<u>22,768</u>	<u>444,917</u>	<u>61,559</u>	<u>6,348</u>	<u>535,592</u>
NET BOOK VALUE					
At 31 December 2021	<u>477,232</u>	<u>94,526</u>	<u>13,971</u>	<u>-</u>	<u>585,729</u>
At 31 December 2020	<u>488,616</u>	<u>53,259</u>	<u>12,479</u>	<u>542</u>	<u>554,896</u>

Included in cost or valuation of land and buildings is freehold land of £ 44,655 (2020 - £ 44,655) which is not depreciated.

Revaluation

The fair value of the company's land and buildings was assessed at 31 December 2019 by the directors. The basis of this valuation was open market value. Had this class of asset been measured on a historical cost basis, the carrying amount would have been £26,886 (2020 - £28,182). The directors consider that there has been no material change in the fair value at 31 December 2021.

Cost or valuation at 31 December 2021 is represented by:

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
Valuation in 1998	116,124	-	-	-	116,124
Valuation in 2019	332,044	-	-	-	332,044
Cost	<u>51,832</u>	<u>539,443</u>	<u>75,530</u>	<u>6,348</u>	<u>673,153</u>
	<u>500,000</u>	<u>539,443</u>	<u>75,530</u>	<u>6,348</u>	<u>1,121,321</u>

**Cutlery and Allied Trades Research
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**Notes to the Financial Statements - continued
for the Year Ended 31 December 2021**

4. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under finance leases are as follows:

	Plant and machinery £
COST OR VALUATION	
Additions	62,745
At 31 December 2021	<u>62,745</u>
DEPRECIATION	
Charge for year	9,412
At 31 December 2021	<u>9,412</u>
NET BOOK VALUE	
At 31 December 2021	<u>53,333</u>

FRS102 requires that the right to use an asset held under a finance lease is recognised in the financial statements as an asset, and a liability is recognised to represent the present value of the minimum lease payments. The directors wish to point out that they disagree with this treatment. In their opinion, the asset should not be included on the balance sheet, as it is not owned by the company and is only rented.

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/12/21 £	31/12/20 £
Trade debtors	39,893	47,017
Other debtors	21,704	32,571
	<u>61,597</u>	<u>79,588</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/12/21 £	31/12/20 £
Bank loans and overdrafts	36,364	36,360
Finance leases	11,172	-
Trade creditors	91,261	40,801
Taxation and social security	25,715	25,828
Other creditors	20,331	10,753
	<u>184,843</u>	<u>113,742</u>

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

	31/12/21 £	31/12/20 £
Bank loans	124,243	160,610
Finance leases	43,020	-
	<u>167,263</u>	<u>160,610</u>

**Cutlery and Allied Trades Research
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**Notes to the Financial Statements - continued
for the Year Ended 31 December 2021**

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

	31/12/21	31/12/20
	£	£
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	<u>-</u>	<u>15,170</u>

8. SECURED DEBTS

The following secured debts are included within creditors:

	31/12/21	31/12/20
	£	£
Finance leases	<u>54,192</u>	<u>-</u>

The Coronavirus Business Interruption Loan Scheme is not secured and is guaranteed by the UK government.

9. RESERVES

	Revaluation reserve
	£
At 1 January 2021	394,384
Deferred tax movement	(18,012)
Transfer excess depreciation on revalued assets	<u>(10,088)</u>
At 31 December 2021	<u><u>366,284</u></u>

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.