

**Miles Tool & Machinery Centre Limited  
Filleled Annual Report and Unaudited Financial Statements  
for the Year Ended 31 March 2019**

# MILES TOOL & MACHINERY CENTRE LIMITED

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# MILES TOOL & MACHINERY CENTRE LIMITED

(Registration number: 01871026)  
Balance Sheet as at 31 March 2019

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	344,047	342,579
<b>Current assets</b>			
Stocks	<u>5</u>	558,628	503,116
Debtors	<u>6</u>	80,065	76,007
Cash at bank and in hand		3,344	212
		<u>642,037</u>	<u>579,335</u>
<b>Creditors: Amounts falling due within one year</b>	<u>7</u>	<u>(590,094)</u>	<u>(577,884)</u>
<b>Net current assets</b>		<u>51,943</u>	<u>1,451</u>
<b>Total assets less current liabilities</b>		395,990	344,030
<b>Creditors: Amounts falling due after more than one year</b>	<u>7</u>	<u>(218,784)</u>	<u>(169,754)</u>
<b>Provisions for liabilities</b>			
Deferred tax liabilities		<u>(6,983)</u>	<u>(4,253)</u>
<b>Net assets</b>		<u>170,223</u>	<u>170,023</u>
<b>Capital and reserves</b>			
Called up share capital		2,000	2,000
Profit and loss reserve		<u>168,223</u>	<u>168,023</u>
<b>Total equity</b>		<u>170,223</u>	<u>170,023</u>

# **MILES TOOL & MACHINERY CENTRE LIMITED**

**(Registration number: 01871026)**  
**Balance Sheet as at 31 March 2019**

For the financial year ending 31 March 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006. The option not to file the profit and loss account and directors' report has been taken.

Approved and authorised by the Board on 18 July 2019 and signed on its behalf by:

M Miles  
Director

T J Miles  
Director

## **MILES TOOL & MACHINERY CENTRE LIMITED**

### **Notes to the Financial Statements for the Year Ended 31 March 2019**

#### **1 General information**

The company is a private company limited by share capital, incorporated in United Kingdom.

The address of its registered office is:

Unit 18 Oxford Road  
Pen Mill Trading Estate  
Yeovil  
Somerset  
BA21 5HR

#### **2 Accounting policies**

##### **Summary of significant accounting policies and key accounting estimates**

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

##### **Statement of compliance**

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.

##### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

These financial statements are presented in Sterling (£).

##### **Turnover recognition**

Turnover comprises the fair value of the consideration received for the sale of tools and machinery and provision of tool repair services. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;  
it is probable that future economic benefits will flow to the entity;  
and specific criteria have been met for each of the company's activities.

##### **Tax**

The tax expense for the period comprises current and deferred tax. Tax is recognised in the profit and loss account, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

## **MILES TOOL & MACHINERY CENTRE LIMITED**

### **Notes to the Financial Statements for the Year Ended 31 March 2019**

Deferred tax is recognised on timing differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Deferred tax liabilities are presented within provisions for liabilities on the balance sheet.

#### **Tangible assets**

Tangible assets are stated at cost, less accumulated depreciation and accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

#### **Depreciation of tangible assets**

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Freehold land and buildings	2% straight line
Plant and machinery	20% straight line
Furniture, fittings and equipment	20%-33% straight line
Motor vehicles	20% straight line

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### **Debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

#### **Stocks**

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

## **MILES TOOL & MACHINERY CENTRE LIMITED**

### **Notes to the Financial Statements for the Year Ended 31 March 2019**

#### **Creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

#### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Assets held under hire purchase agreements are capitalised as tangible fixed assets with the future obligation being recognised as a liability. Finance costs are recognised in the Profit and Loss Account calculated at a constant periodic rate of interest over the term of the liability.

#### **Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

#### **Dividends**

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

#### **Defined contribution pension obligation**

The company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payments obligations.

The contributions are recognised as an expense in the profit and loss account when they fall due. Amounts not paid are shown in accruals as a liability in the balance sheet. The assets of the plan are held separately from the company in independently administered funds.

### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year was 13 (2018 - 10).

# MILES TOOL & MACHINERY CENTRE LIMITED

## Notes to the Financial Statements for the Year Ended 31 March 2019

### 4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Plant and machinery £	Total £
<b>Cost or valuation</b>					
At 1 April 2018	380,644	28,782	5,995	6,687	422,108
Additions	-	11,544	-	-	11,544
Disposals	-	(2,034)	-	-	(2,034)
At 31 March 2019	380,644	38,292	5,995	6,687	431,618
<b>Depreciation</b>					
At 1 April 2018	38,065	28,782	5,995	6,687	79,529
Charge for the year	7,613	2,463	-	-	10,076
Eliminated on disposal	-	(2,034)	-	-	(2,034)
At 31 March 2019	45,678	29,211	5,995	6,687	87,571
<b>Carrying amount</b>					
At 31 March 2019	334,966	9,081	-	-	344,047
At 31 March 2018	342,579	-	-	-	342,579

Included within the net book value of land and buildings above is £334,966 (2018 - £342,579) in respect of freehold land and buildings.

### 5 Stocks

	2019 £	2018 £
Other stocks	558,628	503,116

### 6 Debtors

	2019 £	2018 £
Trade debtors	45,905	38,374
Other debtors	34,160	37,633
Total current trade and other debtors	80,065	76,007



## MILES TOOL & MACHINERY CENTRE LIMITED

### Notes to the Financial Statements for the Year Ended 31 March 2019

#### 7 Creditors

##### Creditors: amounts falling due within one year

	Note	2019 £	2018 £
<b>Due within one year</b>			
Loans and borrowings	<u>8</u>	79,395	159,727
Trade creditors		344,167	302,431
Taxation and social security		37,904	30,657
Corporation tax		26,504	43,657
Other creditors		<u>102,124</u>	<u>41,412</u>
		<u>590,094</u>	<u>577,884</u>

##### Due after one year

Loans and borrowings	<u>8</u>	<u>218,784</u>	<u>169,754</u>
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#### 8 Loans and borrowings

	2019 £	2018 £
<b>Current loans and borrowings</b>		
Bank borrowings	20,292	11,966
Bank overdrafts	39,319	89,936
Other borrowings	<u>19,784</u>	<u>57,825</u>
	<u>79,395</u>	<u>159,727</u>

	2019 £	2018 £
<b>Non-current loans and borrowings</b>		
Bank borrowings	<u>218,784</u>	<u>169,754</u>

#### 9 Financial commitments, guarantees and contingencies

##### Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £144,000 (2018 - £180,000). The company has a non-cancellable operating lease in respect of land and buildings with £36,000 (2018 - £36,000) due within one year, £36,000, (2018 - £36,000) due within one to two years and £72,000 (2017 - £108,000) due within two to five years.

# MILES TOOL & MACHINERY CENTRE LIMITED

## Notes to the Financial Statements for the Year Ended 31 March 2019

### 10 Related party transactions

#### Transactions with directors

	At 1 April 2018 £	Advances to directors £	Re- payments by director £	At 31 March 2019 £
<b>2019</b>				
<b>M Miles</b>				
Director's Loan Account	7,334	44,304	(43,621)	8,017
<b>S Miles</b>				
Director's Loan	7,334	44,305	(43,621)	8,018
<b>T J Miles</b>				
Director's Loan	2,337	28,550	(44,524)	(13,637)
<b>2018</b>				
<b>M Miles</b>				
Director's Loan Account	(2,247)	46,263	(36,682)	7,334
<b>S Miles</b>				
Director's Loan	(2,247)	46,263	(36,682)	7,334
<b>T J Miles</b>				
Director's Loan	(4,151)	41,894	(35,405)	2,337