LMW Electronics Limited

Registered number: 01971947

Abbreviated accounts

For the year ended 31 July 2014

LMW ELECTRONICS LIMITED
Registered number: 01971947

ABBREVIATED BALANCE SHEET
AS AT 31 JULY 2014

	Note	£	2014 £	£	2013 £
FIXED ASSETS					
Tangible assets	2		2,361		2,428
CURRENT ASSETS					
Stocks		87,048		91,755	
Debtors		65,444		40,418	
Cash at bank		27,505		55,592	
		179,997		187,765	
CREDITORS: amounts falling due within one year		(113,784)		(121,707)	
NET CURRENT ASSETS			66,213		66,058
TOTAL ASSETS LESS CURRENT LIABILITIES			68,574		68,486
CREDITORS: amounts falling due after more than one year			(111,032)		(126,001)
NET LIABILITIES			(42,458)		(57,515)
CAPITAL AND RESERVES					
Called up share capital	3		100		100
Profit and loss account			(42,558)		(57,615)
SHAREHOLDERS' DEFICIT			(42,458)		(57,515)

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the company to obtain an audit for the year in question 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 for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 July 2014 and of its result for the year in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The abbreviated accounts, which have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006, were approved and authorised for issue by the board and were signed on its behalf on 2 December 2014.

C M Smith
Director

The notes on pages 2 to 4 form part of these financial statements.

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.2 Going concern

The financial statements have been prepared on a going concern basis, which is dependent upon the continuing support of the company's creditors, directors and pension scheme. During the previous period, certain creditors approved the terms and conditions of a Company Voluntary Agreement (CVA). Details of the arrangement are disclosed in note 2 of the accounts.

The directors expect that the company will continue to meet its obligations under the CVA and, therefore, they consider it appropriate to prepare the financial statements on a going concern basis.

1.3 Turnover

The turnover shown in the profit and loss account represents the value of all goods sold during the period, less returns received, at selling price exclusive to Value Added Tax. Sales are recognised at the point at which the company has fulfilled its contractual obligations and the risks and rewards attaching to the product, have been transferred to the customer.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following annual bases:

Plant & equipment	-	20% straight line
Motor vehicles	-	20% straight line
Fixtures & fittings	-	10% and 15% straight line
Computer equipment	-	25% and 33.3% straight line

1.5 Operating leases

Rentals under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

1.6 Stocks and Work in progress

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made of any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

1. ACCOUNTING POLICIES (continued)

1.7 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.8 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the profit and loss account.

1.9 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

1.10 Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

2. TANGIBLE FIXED ASSETS

	£
Cost	
At 1 August 2013	107,515
Additions	577
Disposals	(16,141)
At 31 July 2014	91,951
Depreciation	
At 1 August 2013	105,087
Charge for the year	644
On disposals	(16,141)
At 31 July 2014	89,590
Net book value	
At 31 July 2014	2,361
At 31 July 2013	2,428

3. SHARE CAPITAL

	2014 £	2013 £
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	100	100