

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2020
FOR
CEM MICROWAVE TECHNOLOGY LIMITED



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For The Year Ended 30 September 2020**

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CEM MICROWAVE TECHNOLOGY LIMITED

COMPANY INFORMATION
For The Year Ended 30 September 2020

DIRECTORS:

M J Collins
Dr P A Greenwood

SECRETARY:

Dr P A Greenwood

REGISTERED OFFICE:

2 Middle Slade
Buckingham Industrial Park
Buckingham
Buckinghamshire
MK18 1WA

REGISTERED NUMBER:

02449413 (England and Wales)

CEM MICROWAVE TECHNOLOGY LIMITED (REGISTERED NUMBER: 02449413)

**BALANCE SHEET
30 September 2020**

	Notes	2020 £	2019 £
FIXED ASSETS			
Tangible assets	4	222,749	235,608
CURRENT ASSETS			
Stocks		615,864	629,707
Debtors	5	641,396	795,704
Cash at bank		1,253,812	728,936
		<u>2,511,072</u>	<u>2,154,347</u>
CREDITORS			
Amounts falling due within one year	6	<u>819,217</u>	<u>580,391</u>
NET CURRENT ASSETS		<u>1,691,855</u>	<u>1,573,956</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,914,604</u>	<u>1,809,564</u>
CREDITORS			
Amounts falling due after more than one year	7	(81,505)	(79,809)
PROVISIONS FOR LIABILITIES	9	<u>(5,010)</u>	<u>(5,346)</u>
NET ASSETS		<u><u>1,828,089</u></u>	<u><u>1,724,409</u></u>
CAPITAL AND RESERVES			
Called up share capital	10	200	200
Share premium	11	564,800	564,800
Retained earnings	11	<u>1,263,089</u>	<u>1,159,409</u>
SHAREHOLDERS' FUNDS		<u><u>1,828,089</u></u>	<u><u>1,724,409</u></u>

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 23 April 2021 and were signed on its behalf by:



Dr P A Greenwood - Director

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
For The Year Ended 30 September 2020

1. **STATUTORY INFORMATION**

CEM Microwave Technology Limited is a private company, limited by shares, registered in England and Wales. 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 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.

There were no departures from that standard.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Turnover is recognised when the goods are delivered to the customer.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 30% on cost
Plant and machinery	- Straight line over 125 years

Land is not depreciated.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell, after making due allowance for obsolete and slow moving items.

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.

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.

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

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.

NOTES TO THE FINANCIAL STATEMENTS - continued
For The Year Ended 30 September 2020

2. ACCOUNTING POLICIES - continued**Going concern**

The directors have considered the impact of COVID-19 in relation to their assessment of going concern and in their opinion have taken all reasonable steps to mitigate these factors. As at the point of authorising the accounts, and for the foreseeable future, the directors consider the going concern assumption to still be appropriate. The directors acknowledge that given the currently rapidly changing business and social environment, there are likely to be significant unknown factors which may present themselves. Such factors are considered by the directors to represent a general inherent level of risk in relation to the going concern assumption albeit not quantifiable at this time.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 12 (2019 - 12).

4. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Totals £
COST			
At 1 October 2019	505,552	206,187	711,739
Additions	-	7,732	7,732
Disposals	-	(67,995)	(67,995)
At 30 September 2020	505,552	145,924	651,476
DEPRECIATION			
At 1 October 2019	308,648	167,483	476,131
Charge for year	6,473	14,118	20,591
Eliminated on disposal	-	(67,995)	(67,995)
At 30 September 2020	315,121	113,606	428,727
NET BOOK VALUE			
At 30 September 2020	190,431	32,318	222,749
At 30 September 2019	196,904	38,704	235,608

Included in cost of land and buildings is freehold land of £180,000 (2019 - £180,000) which is not depreciated.

Barclays Bank Plc have a legal charge over the freehold property of the company.

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	566,246	740,310
Amounts owed by group undertakings	23,284	5,172
VAT	-	3,812
Prepayments and accrued income	51,866	46,410
	<u>641,396</u>	<u>795,704</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade creditors	60,064	21,330
Amounts owed to group undertakings	208,958	99,497
Tax	27,403	27,240
Social security and other taxes	18,573	-
VAT	8,887	-
Accruals and deferred income	495,332	432,324
	<u>819,217</u>	<u>580,391</u>

CEM MICROWAVE TECHNOLOGY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
For The Year Ended 30 September 2020

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

	2020	2019
	£	£
Accruals and deferred income	<u>81,505</u>	<u>79,809</u>

8. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2020	2019
	£	£
Within one year	51,226	32,990
Between one and five years	<u>15,214</u>	<u>14,775</u>
	<u>66,440</u>	<u>47,765</u>

9. PROVISIONS FOR LIABILITIES

	2020	2019
	£	£
Deferred tax	<u>5,010</u>	<u>5,346</u>

	Deferred tax
	£
Balance at 1 October 2019	5,346
Provided during year	(336)
Accelerated capital allowances	
Balance at 30 September 2020	<u>5,010</u>

10. CALLED UP SHARE CAPITAL

Number:	Class:	Nominal value:	2020	2019
			£	£
200	Ordinary	£ 1	<u>200</u>	<u>200</u>

11. RESERVES

	Retained earnings	Share premium	Totals
	£	£	£
At 1 October 2019	1,159,409	564,800	1,724,209
Profit for the year	<u>103,680</u>		<u>103,680</u>
At 30 September 2020	<u>1,263,089</u>	<u>564,800</u>	<u>1,827,889</u>

12. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Benjamin Young FCA (Senior Statutory Auditor)
for and on behalf of Fortus Audit LLP

13. RELATED PARTY DISCLOSURES

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

NOTES TO THE FINANCIAL STATEMENTS - continued
For The Year Ended 30 September 2020

14. ULTIMATE CONTROLLING PARTY

The controlling party is CEM Corporation, a company incorporated in the USA.

The ultimate controlling party is CEM Holdings Corporation, a company incorporated in the USA.