

COMPANY REGISTRATION NUMBER: 04516333

**Riteweld Engineering Limited**

Filleted Unaudited Financial Statements

30 June 2022

# Riteweld Engineering Limited

## Financial Statements

Year ended 30 June 2022

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# Riteweld Engineering Limited

## Statement of Financial Position

30 June 2022

		2022	2021
	Note	£	£
<b>Fixed assets</b>			
Tangible assets	5	916,377	930,890
<b>Current assets</b>			
Stocks		436,160	688,218
Debtors	6	1,132,632	529,181
Cash at bank and in hand		115,443	890,730
		1,684,235	2,108,129
<b>Creditors: amounts falling due within one year</b>	7	577,801	424,513
<b>Net current assets</b>		1,106,434	1,683,616
<b>Total assets less current liabilities</b>		2,022,811	2,614,506
<b>Creditors: amounts falling due after more than one year</b>	8	92,046	421,284
<b>Provisions</b>			
Taxation including deferred tax		120,264	124,061
<b>Net assets</b>		1,810,501	2,069,161
<b>Capital and reserves</b>			
Called up share capital		100	100
Profit and loss account		1,810,401	2,069,061
<b>Shareholders funds</b>		1,810,501	2,069,161

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of income and retained earnings has not been delivered.

For the year ending 30 June 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476 ;
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements .

## **Riteweld Engineering Limited**

### Statement of Financial Position (*continued*)

30 June 2022

These financial statements were approved by the board of directors and authorised for issue on 3 May 2023 , and are signed on behalf of the board by:

Mr D Young

Director

Company registration number: 04516333

# **Riteweld Engineering Limited**

## **Notes to the Financial Statements**

Year ended 30 June 2022

### **1. General information**

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Beaumont Road, Banbury, Oxon, OX16 1RH.

### **2. Statement of compliance**

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

### **3. Accounting policies**

#### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

#### **Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

#### **Revenue recognition**

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax. Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

#### **Income tax**

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively. Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

**Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

**Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant & Machinery	-	15% reducing balance
Fixtures & Fittings	-	15% reducing balance
Motor vehicles	-	25% reducing balance

**Stocks**

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

**Finance leases and hire purchase contracts**

Assets held under finance leases and hire purchase contracts are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset. Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

**Government grants**

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received. Government grants are recognised using the accrual model and the performance model. Under the accrual model, government grants relating to revenue are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate. Grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the entity with no future related costs are recognised in income in the period in which it becomes receivable. Grants relating to assets are recognised in income on a systematic basis over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income and not deducted from the carrying amount of the asset. Under the performance model, where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

**Provisions**

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense. Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

**Defined contribution plans**

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund. When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

#### 4. Employee numbers

The average number of persons employed by the company during the year amounted to 36 (2021: 33 ).

#### 5. Tangible assets

	Land and buildings £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Total £
<b>Cost</b>					
At 1 July 2021	338,465	533,051	131,068	209,885	1,212,469
Additions	—	73,074	118	17,312	90,504
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<b>At 30 June 2022</b>	<b>338,465</b>	<b>606,125</b>	<b>131,186</b>	<b>227,197</b>	<b>1,302,973</b>
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<b>Depreciation</b>					
At 1 July 2021	—	109,663	50,065	121,851	281,579
Charge for the year	—	70,196	12,091	22,730	105,017
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<b>At 30 June 2022</b>	<b>—</b>	<b>179,859</b>	<b>62,156</b>	<b>144,581</b>	<b>386,596</b>
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<b>Carrying amount</b>					
<b>At 30 June 2022</b>	<b>338,465</b>	<b>426,266</b>	<b>69,030</b>	<b>82,616</b>	<b>916,377</b>
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At 30 June 2021	338,465	423,388	81,003	88,034	930,890
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#### Finance leases and hire purchase contracts

Included within the carrying value of tangible assets are the following amounts relating to assets held under finance leases or hire purchase agreements:

	Motor vehicles £
<b>At 30 June 2022</b>	<b>—</b>
	-----
At 30 June 2021	53,656
	-----

#### 6. Debtors

	2022 £	2021 £
Trade debtors	1,035,733	293,526
Other debtors	96,899	235,655
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	<b>1,132,632</b>	<b>529,181</b>
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#### 7. Creditors: amounts falling due within one year

	2022 £	2021 £
Bank loans and overdrafts	72,275	10,833
Trade creditors	445,349	359,472
Corporation tax	1	28,313
Social security and other taxes	31,833	—
Other creditors	28,343	25,895
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	<b>577,801</b>	<b>424,513</b>
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**8. Creditors: amounts falling due after more than one year**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	71,973	389,167
Other creditors	20,073	32,117
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	92,046	421,284
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**9. Operating leases**

The total future minimum lease payments under non-cancellable operating leases are as follows:

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Not later than 1 year	—	65,000
Later than 1 year and not later than 5 years	—	65,000
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	—	130,000
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**10. Director's advances, credits and guarantees**

During the year the director entered into the following advances and credits with the company:

	<b>2022</b>			
	Balance brought forward	Advances/ (credits) to the director	Amounts repaid	Balance outstanding
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Mr D Young	41,432	—	( 42,094)	( 662)
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	<b>2021</b>			
	Balance brought forward	Advances/ (credits) to the director	Amounts repaid	Balance outstanding
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Mr D Young	32,047	9,385	—	41,432
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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.