COMPANY REGISTRATION NUMBER: 08478523

MACHINE & TOOLING GROUP LIMITED

FILLETED UNAUDITED FINANCIAL STATEMENTS

30 June 2017

MACHINE & TOOLING GROUP LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2017

CONTENTS	**PAGES**

MACHINE & TOOLING GROUP LIMITED

STATEMENT OF FINANCIAL POSITION

30 June 2017

	Note	2017 £	2017 £	2016 £	2016 £
FIXED ASSETS					
Investments	5		**599,294**		61,794
CURRENT ASSETS					
Debtors	6	**1,302,574**		1,222,574	
Cash at bank and in hand		**1,000**		1,000	
		1,303,574		1,223,574	
CREDITORS: amounts falling due within one year	7	**3,321,206**		2,703,706	
NET CURRENT LIABILITIES			**2,017,632**		1,480,132
TOTAL ASSETS LESS CURRENT LIABILITIES			**(1,418,338)**		(1,418,338)
CAPITAL AND RESERVES					
Called up share capital			**1,000**		1,000
Profit and loss account			**(1,419,338)**		(1,419,338)
MEMBERS DEFICIT			**(1,418,338)**		(1,418,338)

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 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 comprehensive income has not been delivered.

For the year ending 30 June 2017 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 financial statements for the year in question in accordance with section 476 ;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements .

These financial statements were approved by the board of directors and authorised for issue on 29 March 2018 , and are signed on behalf of the board by:

Hughes Armstrong Industries Limited

Director

Company registration number: 08478523

1. GENERAL INFORMATION

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Perfecta Works, Bath Road, Kettering, Northamptonshire, NN16 8NQ.

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in compliance with the provisions of FRS 102 Section 1A, '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.

Going concern

The company currently meets its daily working capital requirements through financial support from the shareholders. On this basis, the directors consider it appropriate to prepare the accounts on the going concern basis. The accounts do not include any adjustments that would result from the failure to raise any additional finance that may prove necessary.

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.

Income tax

Deferred taxation is provided on the liability method to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences.

Investments

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses.

Listed investments are measured at fair value with changes in fair value being recognised in profit or loss.

Investments in associates

Investments in associates accounted for in accordance with the cost model are recorded at cost less any accumulated impairment losses. Investments in associates accounted for in accordance with the fair value model are initially recorded at the transaction price. At each reporting date, the investments are measured at fair value, with changes in fair value recognised in other comprehensive income/profit or loss. Where it is impracticable to measure fair value reliably without undue cost or effort, the cost model will be adopted. Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated profits of the associate arising before or after the date of acquisition.

Investments in joint ventures

Investments in jointly controlled entities accounted for in accordance with the cost model are recorded at cost less any accumulated impairment losses. Investments in jointly controlled entities accounted for in accordance with the fair value model are initially recorded at the transaction price. At each reporting date, the investments are measured at fair value, with changes in fair value recognised in other comprehensive income/profit or loss. Where it is impracticable to measure fair value reliably without undue cost or effort, the cost model will be adopted. Dividends and other distributions received from the investment are recognised as income without regard to whether the distributions are from accumulated profits of the joint venture arising before or after the date of acquisition.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date. For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets. For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

Financial instruments

Basic financial instruments are recognised at amortised cost, except for investments in non-convertible preference and non-puttable ordinary shares which are measured at fair value, with changes recognised in profit and loss. Derivative financial instruments are initially recorded at cost and thereafter at fair value with changes recognised in profit and loss. 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 entity after deducting all of its financial liabilities.

4. EXCEPTIONAL ITEMS

Included in exceptional items are loans and investments written-off in relation to subsidiary undertakings totalling £1,419,338.

Halifax Machine Company Limited, a subsidiary undertaking, went into administration on 4 July 2016. The cost of this investment and loans deemed non-recoverable are included in the exceptional items noted above.

The investment in Hughes Armstrong Middle East Limited FCZ, a subsidiary undertaking has also been considered for impairment. The cost of this investment and loans deemed non-recoverable are also included in the exceptional items noted above.

5. INVESTMENTS

	Shares in group undertakings	Shares in participating interests	Other investments other than loans	**Total**
	£	£	£	**£**
Cost				
At 1 July 2016	79,334	40	1,000	**80,374**
Additions	537,500	–	–	**537,500**
At 30 June 2017	616,834	40	1,000	**617,874**
Impairment				
At 1 July 2016 and 30 June 2017	18,580	–	–	**18,580**
Carrying amount				
At 30 June 2017	598,254	40	1,000	**599,294**
At 30 June 2016	60,754	40	1,000	**61,794**

6. DEBTORS

	2017	2016
	£	£
Amounts owed by group undertakings and undertakings in which the company has a participating interest	**1,302,574**	1,222,574

7. CREDITORS: amounts falling due within one year

	2017	2016
	£	£
Amounts owed to group undertakings and undertakings in which the company has a participating interest	**3,300,832**	2,683,332
Other creditors	**20,374**	20,374
	3,321,206	2,703,706