

Midlands Equipment Ltd

Registered Number
08852513
(England and Wales)

Unaudited Financial Statements for the Year Ended
31 January 2021

Midlands Equipment Ltd
Company Information
for the year from 1 February 2020 to 31 January 2021

Directors

A Cadman

C Cadman

Registered Address

5 Prospect Place Millennium Way

Pride Park

Derby

DE24 8HG

Place of Business

Halter Devil Farm

Intakes Lane, Turnditch

Belper

Derbyshire

DE56 2LU

Registered Number

08852513 (England and Wales)

Midlands Equipment Ltd

Balance Sheet as at 31 January 2021

	Notes	2021	2020
		£	£
Fixed assets			
Tangible assets	7	144,648	26,882
		<u>144,648</u>	<u>26,882</u>
Current assets			
Stocks	10	118,321	212,091
Debtors	11	5,389	16,978
Cash at bank and on hand		219,059	96,292
		<u>342,769</u>	<u>325,361</u>
Creditors amounts falling due within one year	12	(285,873)	(289,971)
		<u></u>	<u></u>
Net current assets (liabilities)		<u>56,896</u>	<u>35,390</u>
Total assets less current liabilities		<u>201,544</u>	<u>62,272</u>
Creditors amounts falling due after one year	13	(109,714)	(11,059)
Provisions for liabilities	14	(26,776)	(4,401)
		<u></u>	<u></u>
Net assets		<u>65,054</u>	<u>46,812</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		64,954	46,712
		<u></u>	<u></u>
Shareholders' funds		<u>65,054</u>	<u>46,812</u>

The company was entitled to exemption from audit for this reporting period under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime. The directors have chosen to not file a copy of the company's profit and loss account.

The financial statements were approved and authorised for issue by the Board of Directors on 7 October 2021, and are signed on its behalf by:

C Cadman

Director

Registered Company No. 08852513

Midlands Equipment Ltd
Notes to the Financial Statements
for the year ended 31 January 2021

1. STATUTORY INFORMATION

The company is a private company limited by shares and registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The principal place of business is Belper, Derbyshire.

2. COMPLIANCE WITH APPLICABLE REPORTING FRAMEWORK

The financial statements have been prepared in compliance with FRS 102 Section 1A as it applies to the financial statements for the period and there were no material departures from the reporting standard.

3. PRINCIPAL ACTIVITIES

The principal activity of the company is that of sale of agricultural and construction machinery.

4. BASIS OF MEASUREMENT USED IN FINANCIAL STATEMENTS

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.

The financial statements are presented in Sterling (£) and rounded to the nearest £1.

5. ACCOUNTING POLICIES

Property, plant and equipment policy

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided on all tangible fixed assets as follows:

	Reducing balance (%)
Plant and machinery	25
Fixtures and fittings	25
Vehicles	25
Office Equipment	25

Inventories policy

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

Deferred tax policy

Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. 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. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

Foreign currency translation and operations policy

Transactions in foreign currencies are initially recognised at the rate of exchange ruling at the date of the transaction. At the end of each reporting period foreign currency monetary items are translated at the closing rate of exchange. Non-monetary items that are measured at historical cost are translated at the rate ruling at the date of the transaction. All differences are charged to profit or loss.

Leases policy

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Going concern

The global pandemic known as Covid-19 is causing uncertainty throughout the UK and global economy since the balance sheet date. The Director has assessed a potential range of impacts that this pandemic may have on the Company. Consideration has been given to the risks of reduced turnover, slow payment or non-payment of debts, the value of stock and other assets owned by the company.

Having assessed all available information at the date of approving the accounts, the Director is confident that the business is well placed to manage the situation and to continue trading as a going concern.

6. EMPLOYEE INFORMATION

	2021	2020
Average number of employees during the year	2	2

7. PROPERTY, PLANT AND EQUIPMENT

	Plant & machinery £	Vehicles £	Office Equipment £	Total £
Cost or valuation				
At 01 February 20	12,396	24,274	1,692	38,362
Additions	145,740	-	-	145,740
At 31 January 21	158,136	24,274	1,692	184,102
Depreciation and impairment				
At 01 February 20	3,701	7,206	573	11,480
Charge for year	23,428	4,266	280	27,974
At 31 January 21	27,129	11,472	853	39,454
Net book value				
At 31 January 21	131,007	12,802	839	144,648
At 31 January 20	8,695	17,068	1,119	26,882

8. ADVANCES AND CREDITS TO DIRECTORS, INCLUDING TERMS AND INTEREST RATES

	Brought forward £	Amount advanced £	Amount repaid £	Carried forward £
C Cadman	193,258	49,748	63,187	179,819
	193,258	49,748	63,187	179,819

9. DESCRIPTION OF EVENT AFTER REPORTING DATE

The following dividends were voted after the balance sheet date:
£4,000 on ordinary shares

10. INVENTORIES

	2021	2020
	£	£
Raw materials and consumables	118,321	212,091
Total	<u>118,321</u>	<u>212,091</u>

11. DEBTORS

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

	2021	2020
	£	£
Trade debtors / trade receivables	1,567	4,505
Other debtors	3,822	12,473
Total	<u>5,389</u>	<u>16,978</u>

12. CREDITORS WITHIN ONE YEAR

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

	2021	2020
	£	£
Trade creditors / trade payables	49,457	83,360
Taxation and social security	31,068	7,527
Finance lease and HP contracts	25,530	3,907
Other creditors	179,818	193,258
Accrued liabilities and deferred income	-	1,919
Total	<u>285,873</u>	<u>289,971</u>

13. CREDITORS AFTER ONE YEAR

	2021 £	2020 £
Bank borrowings and overdrafts	50,000	-
Other creditors	59,714	11,059
Total	<u>109,714</u>	<u>11,059</u>

14. PROVISIONS FOR LIABILITIES

	2021 £	2020 £
Net deferred tax liability (asset)	26,776	4,401
Total	<u>26,776</u>	<u>4,401</u>

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.