

CENTRAL ENGINEERING PRODUCTS LIMITED

Unaudited Financial Statements for the Year Ended 31 August 2020

Lancaster Haskins Limited
Granville House
2 Tettenhall Road
Wolverhampton
West Midlands
WV1 4SB

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for the Year Ended 31 August 2020**

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CENTRAL ENGINEERING PRODUCTS LIMITED

Company Information for the Year Ended 31 August 2020

DIRECTOR: D J R Worgan

SECRETARY: D J R Worgan

REGISTERED OFFICE: Granville House
2 Tettenhall Road
Wolverhampton
West Midlands
WV1 4SB

REGISTERED NUMBER: 02839676 (England and Wales)

ACCOUNTANTS: Lancaster Haskins Limited
Granville House
2 Tettenhall Road
Wolverhampton
West Midlands
WV1 4SB

Balance Sheet
31 August 2020

	Notes	31.8.20 £	£	31.8.19 £	£
FIXED ASSETS					
Intangible assets	4		1		1
Tangible assets	5		<u>24,491</u>		<u>36,614</u>
			24,492		36,615
CURRENT ASSETS					
Stocks	6	18,259		12,178	
Debtors	7	117,186		143,977	
Cash at bank and in hand		<u>542,067</u>		<u>346,042</u>	
		677,512		502,197	
CREDITORS					
Amounts falling due within one year	8	<u>124,607</u>		<u>70,122</u>	
NET CURRENT ASSETS			<u>552,905</u>		<u>432,075</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			577,397		468,690
PROVISIONS FOR LIABILITIES	10		<u>3,711</u>		<u>5,196</u>
NET ASSETS			<u><u>573,686</u></u>		<u><u>463,494</u></u>
CAPITAL AND RESERVES					
Called up share capital			900		900
Retained earnings			<u>572,786</u>		<u>462,594</u>
SHAREHOLDERS' FUNDS			<u><u>573,686</u></u>		<u><u>463,494</u></u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2020 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

Balance Sheet - continued
31 August 2020

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 director and authorised for issue on 25 January 2021 and were signed by:

D J R Worgan - Director

**Notes to the Financial Statements
for the Year Ended 31 August 2020**

1. STATUTORY INFORMATION

Central Engineering Products 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.

The presentation currency of the financial statements is the Pound Sterling (£).

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.

Turnover

Turnover from the sale of goods is recognised when the goods are physically delivered to the customer, exclusive of VAT.

Goodwill

Goodwill of a subsidiary was acquired in 2006 with a net book value of 1, this is not being amortised.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

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

Plant and machinery	- 20% on cost
Fixtures and fittings	- 10% on cost
Motor vehicles	- 25% on reducing balance
Computer equipment	- 33.33% on cost

Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

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.

Notes to the Financial Statements - continued
for the Year Ended 31 August 2020
2. ACCOUNTING POLICIES - continued
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.

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.

Going concern

During the financial year, the COVID-19 pandemic escalated and a government mandated lockdown came in to effect. This had wide-ranging impacts on the UK and global economies. The directors consider this to be a non-adjusting event that does not require the impairment of any assets at the year end due to the exceptional performance of the company is the remainder of the financial year.

The ongoing impact post year end has been considered and factored in to the directors' judgement that the company remains a going concern for the foreseeable future.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 8 (2019 - 9) .

4. INTANGIBLE FIXED ASSETS

Goodwill
£

COST

At 1 September 2019
and 31 August 2020

25,000

AMORTISATION

At 1 September 2019
and 31 August 2020

24,999

NET BOOK VALUE

At 31 August 2020

1

At 31 August 2019

1

Notes to the Financial Statements - continued
for the Year Ended 31 August 2020

5. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 September 2019 and 31 August 2020	<u>229,395</u>	<u>22,102</u>	<u>36,599</u>	<u>6,496</u>	<u>294,592</u>
DEPRECIATION					
At 1 September 2019	209,467	15,445	26,643	6,423	257,978
Charge for year	<u>8,276</u>	<u>1,285</u>	<u>2,489</u>	<u>73</u>	<u>12,123</u>
At 31 August 2020	<u>217,743</u>	<u>16,730</u>	<u>29,132</u>	<u>6,496</u>	<u>270,101</u>
NET BOOK VALUE					
At 31 August 2020	<u>11,652</u>	<u>5,372</u>	<u>7,467</u>	<u>-</u>	<u>24,491</u>
At 31 August 2019	<u>19,928</u>	<u>6,657</u>	<u>9,956</u>	<u>73</u>	<u>36,614</u>

6. STOCKS

	31.8.20 £	31.8.19 £
Stocks	11,391	8,784
Work-in-progress	<u>6,868</u>	<u>3,394</u>
	<u>18,259</u>	<u>12,178</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.20 £	31.8.19 £
Trade debtors	106,679	133,781
Other debtors	4,519	3,500
Prepayments	<u>5,988</u>	<u>6,696</u>
	<u>117,186</u>	<u>143,977</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.20 £	31.8.19 £
Trade creditors	20,742	15,281
Social security and other taxes	67,118	35,588
Other creditors	27,344	-
Directors' current accounts	-	14
Accrued expenses	<u>9,403</u>	<u>19,239</u>
	<u>124,607</u>	<u>70,122</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 August 2020****9. FINANCIAL INSTRUMENTS**

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

10. PROVISIONS FOR LIABILITIES

	31.8.20	31.8.19
	£	£
Deferred tax	<u>3,711</u>	<u>5,196</u>
		Deferred tax
		£
Balance at 1 September 2019		5,196
Movement For Year		<u>(1,485)</u>
Balance at 31 August 2020		<u>3,711</u>

11. RELATED PARTY DISCLOSURES

Worgan Holdings Limited is a related party of Central Engineering Products Limited by virtue of both companies having the same ultimate controlling party, and D J R Worgan being director of both the two companies.

12. POST BALANCE SHEET EVENTS

During the financial year, the COVID-19 pandemic escalated and a government mandated lockdown came in to effect. This had wide-ranging impacts on the UK and global economies. The directors consider this to be a non-adjusting event which does not require the impairment of any assets at the year end.

The ongoing impact post year end has been considered and factored in to the directors' judgement that the company remains a going concern for the foreseeable future.

Following the year end, Central Engineering Products Limited was acquired by Worgan Holdings Limited.

Central Engineering Products Limited is now a wholly owned subsidiary of Worgan Holdings Limited. All of the shares of Central Engineering Products Limited were transferred on 4th September 2020.

13. ULTIMATE CONTROLLING PARTY

The company is controlled by Worgan Holdings Limited, with the Ultimate Controlling Party being D J R Worgan.

**Chartered Accountants' Report to the Director
on the Unaudited Financial Statements of
Central Engineering Products Limited**

The following reproduces the text of the report prepared for the director in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Director are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Central Engineering Products Limited for the year ended 31 August 2020 which comprise the Income Statement, Balance Sheet, Statement of Changes in Equity and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the director of Central Engineering Products Limited in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Central Engineering Products Limited and state those matters that we have agreed to state to the director of Central Engineering Products Limited in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Central Engineering Products Limited and its director for our work or for this report.

It is your duty to ensure that Central Engineering Products Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Central Engineering Products Limited. You consider that Central Engineering Products Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Central Engineering Products Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

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2 Tettenhall Road
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26 January 2021