

**UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020  
FOR  
MAGNA FREQUENCY COMPONENTS LIMITED**

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FOR THE YEAR ENDED 31 DECEMBER 2020**

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**MAGNA FREQUENCY COMPONENTS LIMITED**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**DIRECTORS:** R D Newland  
K R Todd

**SECRETARY:** R D Newland

**REGISTERED OFFICE:** Magna House  
Dales Manor Business Park  
Sawston  
Cambridgeshire  
CB22 3TJ

**REGISTERED NUMBER:** 02210071 (England and Wales)

**ACCOUNTANTS:** Thompson Taraz Rand Ltd  
Chartered Accountants  
10 Jesus Lane  
Cambridge  
Cambridgeshire  
CB5 8BA

**BALANCE SHEET**  
**31 DECEMBER 2020**

	Notes	2020 £	2019 £
<b>FIXED ASSETS</b>			
Tangible assets	5	<b>4,591</b>	6,166
<b>CURRENT ASSETS</b>			
Stocks		<b>58,741</b>	73,884
Debtors	6	<b>122,943</b>	115,308
Cash at bank		<b>223</b>	-
		<b>181,907</b>	189,192
<b>CREDITORS</b>			
Amounts falling due within one year	7	<b>(129,817)</b>	<u>(168,069)</u>
<b>NET CURRENT ASSETS</b>		<b><u>52,090</u></b>	<u>21,123</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b>56,681</b>	27,289
<b>CREDITORS</b>			
Amounts falling due after more than one year	8	<b>(42,172)</b>	-
<b>NET ASSETS</b>		<b><u>14,509</u></b>	<u>27,289</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	10	<b>621</b>	621
Share premium		<b>35,400</b>	35,400
Retained earnings		<b>(21,512)</b>	<u>(8,732)</u>
<b>SHAREHOLDERS' FUNDS</b>		<b><u>14,509</u></b>	<u>27,289</u>

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

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

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) 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 DECEMBER 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 Profit and loss account has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 30 March 2021 and were signed on its behalf by:

R D Newland - Director

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**1. STATUTORY INFORMATION**

Magna Frequency Components 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. STATEMENT OF COMPLIANCE**

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.

**3. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements have been prepared under the historical cost convention.

**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 represents the sales of goods to the telecommunication sector and is shown net of VAT and discounts.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer, usually once the goods have been dispatched. Where invoices have been raised before dispatch or monies received, the entire amount is deferred to the period in which the items are dispatched.

**Tangible fixed assets**

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

Leasehold Improvements 20% on cost

Plant and machinery 20% reducing balance

**Stocks**

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

**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.

**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 31 DECEMBER 2020**

**3. ACCOUNTING POLICIES - continued**

**Leases**

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a 'finance lease'. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated over its estimated useful life or the term of the lease, whichever is shorter. Future instalments under such leases, net of finance charges, are included within creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account, and the capital element which reduces the outstanding obligation for future instalments.

All other leases are accounted for as 'operating leases' and the rental charges are charged to the profit and loss account on a straight line basis over the life of the lease.

**4. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 5 (2019 - 4) .

**5. TANGIBLE FIXED ASSETS**

	<b>Plant and machinery etc £</b>
<b>COST</b>	
At 1 January 2020	<b>120,677</b>
Disposals	<b>(8,200)</b>
At 31 December 2020	<b><u>112,477</u></b>
<b>DEPRECIATION</b>	
At 1 January 2020	<b>114,511</b>
Charge for year	<b>1,226</b>
Eliminated on disposal	<b>(7,851)</b>
At 31 December 2020	<b><u>107,886</u></b>
<b>NET BOOK VALUE</b>	
At 31 December 2020	<b><u>4,591</u></b>
At 31 December 2019	<b><u>6,166</u></b>

**6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2020 £</b>	<b>2019 £</b>
Trade debtors	<b>74,864</b>	101,044
Other debtors	<b>48,079</b>	14,264
	<b><u>122,943</u></b>	<b><u>115,308</u></b>

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2020**

**7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2020</b>	2019
	£	£
Bank loans and overdrafts	<b>31,857</b>	31,092
Trade creditors	<b>25,372</b>	11,392
Taxation and social security	<b>14,101</b>	3,004
Other creditors	<b>58,487</b>	<u>122,581</u>
	<b><u>129,817</u></b>	<u>168,069</u>

**8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	<b>2020</b>	2019
	£	£
Other creditors	<b>42,172</b>	<u>-</u>

**9. LEASING AGREEMENTS**

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

	<b>2020</b>	2019
	£	£
Within one year	<b>6,381</b>	<u>6,381</u>

**10. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	<b>2020</b>	2019
			£	£
421	Ordinary	£1	<b>421</b>	421
100	A Ordinary	£1	<b>100</b>	100
100	B Ordinary	£1	<b>100</b>	100
			<b><u>621</u></b>	<u>621</u>

**11. RELATED PARTY DISCLOSURES**

At the balance sheet date the amount of £46,633 (2019: £104,633) was owed to the directors. The amount includes an interest charge of £2,419 (2019 £2,419), is repayable on demand and is disclosed within other creditors.

**12. SECURED DEBTS**

HSBC Bank Plc holds a debenture, dated 31 January 2007, secured against all monies due or to become due from the company to the chargee on all accounts.

HSBC Invoice Finance (UK) Ltd holds a fixed charge on purchase debts which fail to vest, dated 8 February 2007, secured against all monies due or to become due from the company to the chargee on all accounts.

HSBC Bank Plc holds a legal assignment, dated 10 March 2010, secured against all monies due or to become due from the company to the chargee on all accounts.