

Metalforms Engineering Limited
Unaudited Financial Statements
for the Year Ended 31 March 2017

Haines Watts
Sterling House
97 Lichfield Street
Tamworth
Staffordshire
B79 7QF

**Contents of the Financial Statements
for the Year Ended 31 March 2017**

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	4

Metalforms Engineering Limited

Company Information for the Year Ended 31 March 2017

DIRECTORS:	P Elwell R Southall
SECRETARY:	P Elwell
REGISTERED OFFICE:	Fabrication House Northgate Way Aldridge Walsall West Midlands WS9 8TH
REGISTERED NUMBER:	02721959 (England and Wales)
ACCOUNTANTS:	Haines Watts Sterling House 97 Lichfield Street Tamworth Staffordshire B79 7QF
BANKERS:	Lloyds Bank Queen Square West Midlands WV1 1TF

**Balance Sheet
31 March 2017**

	Notes	2017 £	£	2016 £	£
FIXED ASSETS					
Tangible assets	4		568,292		501,138
CURRENT ASSETS					
Stocks		111,207		91,293	
Debtors	5	764,049		608,659	
Cash at bank		<u>42,053</u>		<u>47,497</u>	
		917,309		747,449	
CREDITORS					
Amounts falling due within one year	6	<u>755,208</u>		<u>610,906</u>	
NET CURRENT ASSETS			<u>162,101</u>		<u>136,543</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			730,393		637,681
CREDITORS					
Amounts falling due after more than one year	7		(98,989)		(127,638)
PROVISIONS FOR LIABILITIES			<u>(29,492)</u>		<u>(12,523)</u>
NET ASSETS			<u><u>601,912</u></u>		<u><u>497,520</u></u>
CAPITAL AND RESERVES					
Called up share capital			60		60
Revaluation reserve	10		147,726		151,008
Other reserves			40		40
Retained earnings			<u>454,086</u>		<u>346,412</u>
SHAREHOLDERS' FUNDS			<u><u>601,912</u></u>		<u><u>497,520</u></u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2017 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 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.
- (b)

Balance Sheet - continued
31 March 2017

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 12 December 2017 and were signed on its behalf
by:

P Elwell - Director

**Notes to the Financial Statements
for the Year Ended 31 March 2017**

1. STATUTORY INFORMATION

Metalforms Engineering 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.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. 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.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Depreciation rates have been applied as follows:

Freehold buildings	2% per annum straight line
Plant and machinery	15% per annum reducing balance
Motor vehicles	25% per annum straight line

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.

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.

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2017**

2. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

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.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 45 .

4. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1 April 2016	375,000	893,928	1,268,928
Additions	-	102,024	102,024
Disposals	-	(30,000)	(30,000)
At 31 March 2017	<u>375,000</u>	<u>965,952</u>	<u>1,340,952</u>
DEPRECIATION			
At 1 April 2016	18,620	749,170	767,790
Charge for year	7,500	27,370	34,870
Eliminated on disposal	-	(30,000)	(30,000)
At 31 March 2017	<u>26,120</u>	<u>746,540</u>	<u>772,660</u>
NET BOOK VALUE			
At 31 March 2017	<u>348,880</u>	<u>219,412</u>	<u>568,292</u>
At 31 March 2016	<u>356,380</u>	<u>144,758</u>	<u>501,138</u>

Freehold land and buildings were valued on an open market basis on 25 October 2013 at £375,000. The valuation was undertaken by Andrew Dixon & company, RISC registered Chartered Surveyors. The Directors feel that this is still a fair reflection of the current market value of the property.

The net book value of other tangible fixed assets includes £84,321 (2016: £126,633) in respect of assets held under finance leases or hire purchase contracts. The depreciation charge in respect of such asset amounted to £12,630 (2016: £19,505).

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Trade debtors	715,904	572,225
Other debtors	48,145	36,434
	<u>764,049</u>	<u>608,659</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2017**

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Bank loans and overdrafts	13,432	13,036
Hire purchase contracts (see note 8)	17,159	14,140
Trade creditors	285,314	233,575
Taxation and social security	51,555	60,776
Other creditors	<u>387,748</u>	<u>289,379</u>
	<u>755,208</u>	<u>610,906</u>

7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2017 £	2016 £
Bank loans	77,791	97,615
Hire purchase contracts (see note 8)	<u>21,198</u>	<u>30,023</u>
	<u>98,989</u>	<u>127,638</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more 5 yr by instal	<u>-</u>	<u>41,387</u>

8. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts 2017 £	2016 £
Gross obligations repayable:		
Within one year	20,978	21,058
Between one and five years	<u>21,198</u>	<u>30,023</u>
	<u>42,176</u>	<u>51,081</u>

Finance charges repayable:		
Within one year	<u>3,819</u>	<u>6,918</u>

Net obligations repayable:		
Within one year	17,159	14,140
Between one and five years	<u>21,198</u>	<u>30,023</u>
	<u>38,357</u>	<u>44,163</u>

	Non-cancellable operating leases 2017 £	2016 £
Within one year	23,570	25,829
Between one and five years	<u>-</u>	<u>4,519</u>
	<u>23,570</u>	<u>30,348</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2017**

9. SECURED DEBTS

The following secured debts are included within creditors:

	2017 £	2016 £
Bank loans	91,223	110,651
Other loan	<u>283,724</u>	<u>222,664</u>
	<u>374,947</u>	<u>333,315</u>

Hire purchase and lease purchase creditors are secured on the assets to which they relate. Bank overdrafts and loans and other funding is secured by way of legal charges and fixed and floating charges over the assets of the company.

10. RESERVES

	Revaluation reserve £
At 1 April 2016	151,008
Transfer from revaluation	<u>(3,282)</u>
At 31 March 2017	<u>147,726</u>

11. CONTINGENT LIABILITIES

The company has an omnibus guarantee and set-off agreement with the bank whereby it secures the debts of Orbik Electronics Limited, a related party. At the balance sheet date, this guarantee amounted to £1,171,297 (2016: £1,132,998).

12. CONTROL

The company is controlled by P Elwell by way of a majority shareholding.

13. FIRST YEAR ADOPTION

The company has adopted the provisions set out in FRS102 (Section 1A) for small companies. This is the first year that the company has prepared financial statements under the new regulatory framework. It is not considered that there are any transitional adjustments required to either the prior year figures nor those at the transitional date. As such, no reconciliation is provided in these financial statements.