

**Unaudited Financial Statements for the Year Ended 30 June 2020**

**for**

**Southcroft Engineering Co. Limited**

Landin Wilcock & Co  
Chartered Accountants  
68 Queen Street  
Sheffield  
South Yorkshire  
S1 1WR

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for the Year Ended 30 June 2020**

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**Southcroft Engineering Co. Limited**

**Company  
Information  
for the Year Ended 30 June 2020**

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|---------------------------|---|
| <b>DIRECTORS:</b>         | Mr PM Thorpe<br>Mr NJ Thorpe<br>Mr R Thorpe<br>Mrs JK Thorpe  |
| <b>SECRETARY:</b>         | Mr PM Thorpe  |
| <b>REGISTERED OFFICE:</b> | Queen Street Chambers<br>68 Queen Street<br>Sheffield<br>South Yorkshire<br>S1 1WR                        |
| <b>BUSINESS ADDRESS:</b>  | Thurcroft Industrial Estate<br>New Orchard Road<br>Thurcroft<br>Rotherham<br>South Yorkshire<br>S66 9HY   |
| <b>REGISTERED NUMBER:</b> | 01014222 (England and Wales)  |
| <b>ACCOUNTANTS:</b>       | Landin Wilcock & Co<br>Chartered Accountants<br>68 Queen Street<br>Sheffield<br>South Yorkshire<br>S1 1WR |
| <b>BANKERS:</b>           | Yorkshire Bank<br>1 Frederick Street<br>Rotherham<br>S60 1QP  |

**Southcroft Engineering Co. Limited**

**Company  
Information  
for the Year Ended 30 June 2020**

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**SOLICITORS:**

Woskow Brown  
Banners Building  
620 Attercliffe Road  
Sheffield  
S9 3QS

**Chartered Accountants' Report to the Board of Directors  
on the Unaudited Financial Statements of  
Southcroft Engineering Co. Limited**

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**The following reproduces the text of the report prepared for the directors 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 Directors' Report 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 Southcroft Engineering Co. Limited for the year ended 30 June 2020 which comprise the Income Statement, Other Comprehensive Income, 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 Board of Directors of Southcroft Engineering Co. Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Southcroft Engineering Co. Limited and state those matters that we have agreed to state to the Board of Directors of Southcroft Engineering Co. Limited, as a body, 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 Southcroft Engineering Co. Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Southcroft Engineering Co. 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 Southcroft Engineering Co. Limited. You consider that Southcroft Engineering Co. 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 Southcroft Engineering Co. 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.

Landin Wilcock & Co  
Chartered Accountants  
68 Queen Street  
Sheffield  
South Yorkshire  
S1 1WR

11 January 2021

**Balance Sheet**  
**30 June 2020**

|  | Notes | 30/6/20<br>£     | 30/6/19<br>£     |
|--|-------|------------------|------------------|
| <b>FIXED ASSETS</b>                          |       |                  |                  |
| Tangible assets                              | 4     | 42,957           | 46,254           |
| Investments                                  | 5     | <u>2</u>         | <u>2</u>         |
|  |       | <u>42,959</u>    | <u>46,256</u>    |
| <b>CURRENT ASSETS</b>                        |       |                  |                  |
| Stocks                                       |       | 41,659           | 26,300           |
| Debtors                                      | 6     | 62,283           | 133,546          |
| Cash at bank and in hand                     |       | <u>381,763</u>   | <u>356,126</u>   |
|  |       | 485,705          | 515,972          |
| <b>CREDITORS</b>                             |       |                  |                  |
| Amounts falling due within one year          | 7     | <u>(166,304)</u> | <u>(226,581)</u> |
| <b>NET CURRENT ASSETS</b>                    |       | <u>319,401</u>   | <u>289,391</u>   |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       | 362,360          | 335,647          |
| <b>PROVISIONS FOR LIABILITIES</b>            |       | <u>(6,589)</u>   | <u>(6,314)</u>   |
| <b>NET ASSETS</b>                            |       | <u>355,771</u>   | <u>329,333</u>   |
| <b>CAPITAL AND RESERVES</b>                  |       |                  |                  |
| Called up share capital                      |       | 1,320            | 1,320            |
| Retained earnings                            |       | <u>354,451</u>   | <u>328,013</u>   |
|  |       | <u>355,771</u>   | <u>329,333</u>   |

The notes form part of these financial statements

**Balance Sheet - continued  
30 June 2020**

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The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 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.

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 Board of Directors and authorised for issue on 11 January 2021 and were signed on its behalf by:

Mr R Thorpe - Director

**Notes to the Financial Statements  
for the Year Ended 30 June 2020**

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**1. STATUTORY INFORMATION**

Southcroft Engineering Co. 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 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 the cost less estimated residual value of each asset over its estimated useful life.

|                       |                           |
|-----------------------|---------------------------|
| Freehold property     | - 2% on cost              |
| Plant and machinery   | - 10% on reducing balance |
| Fixtures and fittings | - 10% on reducing balance |
| Motor vehicles        | - 25% on reducing balance |

**Investments in subsidiaries**

Investments in subsidiary undertakings are recognised at 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.

**Financial instruments**

Financial assets and financial liabilities are recognised when the company becomes party to the contractual provisions of the instrument. 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 asset of the company after deducting all of its liabilities.



Notes to the Financial Statements - continued  
for the Year Ended 30 June 2020

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2. **ACCOUNTING POLICIES - continued**

**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.

**Hire purchase and leasing commitments**

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.

**Going concern**

The Covid-19 pandemic is an unprecedented situation and while the reduction in activity associated with Covid- 19 could be sharp and large, it is likely to rebound sharply when social distancing measures are lifted.

In addition, in the intervening period, while activity is disrupted, substantial and substantive government and central bank measures have been put in place in the UK and internationally to support businesses and households.

The measures, which have been evolving rapidly and could evolve further, are expected to remain in place throughout the period of disruption.

In light of the above, and the steps the directors have undertaken, the directors consider the company to continue to be a going concern.

**Grant income**

Government grants relating to revenue expenditure are recognised in income on a systematic basis over the period in which the company recognises the related costs for which the grant is intended to compensate.

Notes to the Financial Statements - continued  
for the Year Ended 30 June 2020

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 14 (2019 - 14 ) .

4. **TANGIBLE FIXED ASSETS**

|                       | <b>Freehold<br/>property<br/>£</b> | <b>Plant and<br/>machinery<br/>£</b> | <b>Fixtures<br/>and<br/>fittings<br/>£</b> | <b>Motor<br/>vehicles<br/>£</b> | <b>Totals<br/>£</b> |
|-----------------------|------------------------------------|--------------------------------------|--|---------------------------------|---------------------|
| <b>COST</b>           |                                    |                                      |  |                                 |                     |
| At 1 July 2019        | 9,493                              | 166,862                              | 57,496                                     | 49,054                          | 282,905             |
| Additions             | <u>-</u>                           | <u>-</u>                             | <u>3,123</u>                               | <u>-</u>                        | <u>3,123</u>        |
| At 30 June 2020       | <u>9,493</u>                       | <u>166,862</u>                       | <u>60,619</u>                              | <u>49,054</u>                   | <u>286,028</u>      |
| <b>DEPRECIATION</b>   |                                    |                                      |  |                                 |                     |
| At 1 July 2019        | 4,960                              | 140,962                              | 51,231                                     | 39,498                          | 236,651             |
| Charge for year       | <u>190</u>                         | <u>2,590</u>                         | <u>1,251</u>                               | <u>2,389</u>                    | <u>6,420</u>        |
| At 30 June 2020       | <u>5,150</u>                       | <u>143,552</u>                       | <u>52,482</u>                              | <u>41,887</u>                   | <u>243,071</u>      |
| <b>NET BOOK VALUE</b> |                                    |                                      |  |                                 |                     |
| At 30 June 2020       | <u>4,343</u>                       | <u>23,310</u>                        | <u>8,137</u>                               | <u>7,167</u>                    | <u>42,957</u>       |
| At 30 June 2019       | <u>4,533</u>                       | <u>25,900</u>                        | <u>6,265</u>                               | <u>9,556</u>                    | <u>46,254</u>       |

5. **FIXED ASSET INVESTMENTS**

|                                    | <b>Shares in<br/>group<br/>undertakings<br/>£</b> |
|------------------------------------|---|
| <b>COST</b>                        |   |
| At 1 July 2019<br>and 30 June 2020 | <u>2</u>  |
| <b>NET BOOK VALUE</b>              |   |
| At 30 June 2020                    | <u>2</u>  |
| At 30 June 2019                    | <u>2</u>  |

Notes to the Financial Statements - continued  
for the Year Ended 30 June 2020

5. **FIXED ASSET INVESTMENTS - continued**

The company's investments at the Balance Sheet date in the share capital of companies include the following:

**Meden Stainless Equipment Limited**

Registered office: 68 Queen Street, Sheffield, S1 1WR, England

Nature of business: Dormant

| Class of shares:               | %<br>holding | 30/6/20  | 30/6/19  |
|--------------------------------|--------------|----------|----------|
| Ordinary                       | 100.00       | £        | £        |
| Aggregate capital and reserves |              | <u>2</u> | <u>2</u> |

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

|               | 30/6/20       | 30/6/19        |
|---------------|---------------|----------------|
|               | £             | £              |
| Trade debtors | 40,586        | 115,874        |
| Other debtors | <u>21,697</u> | <u>17,672</u>  |
|               | <u>62,283</u> | <u>133,546</u> |

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

|                                    | 30/6/20        | 30/6/19        |
|------------------------------------|----------------|----------------|
|                                    | £              | £              |
| Trade creditors                    | 16,468         | 43,765         |
| Amounts owed to group undertakings | 2              | 2              |
| Taxation and social security       | 31,972         | 39,330         |
| Other creditors                    | <u>117,862</u> | <u>143,484</u> |
|                                    | <u>166,304</u> | <u>226,581</u> |

8. **LEASING AGREEMENTS**

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

|                            | 30/6/20       | 30/6/19        |
|----------------------------|---------------|----------------|
|                            | £             | £              |
| Within one year            | 25,000        | 25,000         |
| Between one and five years | <u>50,000</u> | <u>75,000</u>  |
|                            | <u>75,000</u> | <u>100,000</u> |