

Company Registration No. 03525887 (England and Wales)

W & H ENGINEERING LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2019
PAGES FOR FILING WITH REGISTRAR

The logo for RickardLuckin, featuring a stylized blue icon of three vertical bars of varying heights to the left of the company name "RickardLuckin" in a blue sans-serif font.

W & H ENGINEERING LIMITED

CONTENTS

| | Page |
|-----------------------------------|-------------|
| Balance sheet | 1 - 2 |
| Notes to the financial statements | 3 - 7 |

W & H ENGINEERING LIMITED

BALANCE SHEET

AS AT 31 JULY 2019

| | Notes | 2019 £ | £ | 2018 £ | £ |
|--|-------|----------------|-----------------|----------------|-----------------|
| Fixed assets | | | | | |
| Tangible assets | 3 | | 704,987 | | 725,848 |
| Current assets | | | | | |
| Stocks | | 143,810 | | 153,782 | |
| Debtors | 4 | 551,835 | | 592,384 | |
| Cash at bank and in hand | | 2,215 | | 13,633 | |
| | | <u>697,860</u> | | <u>759,799</u> | |
| Creditors: amounts falling due within one year | 5 | (457,017) | | (599,236) | |
| Net current assets | | | 240,843 | | 160,563 |
| Total assets less current liabilities | | | <u>945,830</u> | | <u>886,411</u> |
| Creditors: amounts falling due after more than one year | 7 | | (30,696) | | (7,839) |
| Provisions for liabilities | | | <u>(58,708)</u> | | <u>(63,057)</u> |
| Net assets | | | <u>856,426</u> | | <u>815,515</u> |
| Capital and reserves | | | | | |
| Called up share capital | | | 9,492 | | 9,492 |
| Other reserves | | | 3,117 | | 3,117 |
| Profit and loss reserves | | | 843,817 | | 802,906 |
| Total equity | | | <u>856,426</u> | | <u>815,515</u> |

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 July 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

W & H ENGINEERING LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 JULY 2019

The financial statements were approved by the board of directors and authorised for issue on 3 January 2020 and are signed on its behalf by:

JT Draycott

Director

Company Registration No. 03525887

W & H ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2019

1 Accounting policies

Company information

W & H Engineering Limited is a private company limited by shares incorporated in England and Wales. The registered office is .

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

When cash inflows are deferred and represent a financing arrangement, the fair value of the consideration is the present value of the future receipts. The difference between the fair value of the consideration and the nominal amount received is recognised as interest income.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

1.3 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

| | |
|--------------------------------|----------------------|
| Land and buildings Freehold | 2% straight line |
| Plant and machinery | 15% reducing balance |
| Fixtures, fittings & equipment | 15% reducing balance |
| Computer equipment | 25% reducing balance |
| Motor vehicles | 25% reducing balance |

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

W & H ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2019

1 Accounting policies

(Continued)

1.4 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at the lower of replacement cost and cost, adjusted where applicable for any loss of service potential.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.5 Cash and cash equivalents

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.6 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

1.7 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

W & H ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2019

1 Accounting policies

(Continued)

1.8 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.9 Leases

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

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to profit or loss so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leases asset are consumed.

1.10 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the profit and loss account for the period.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 30 (2018 - 12).

W & H ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2019

3 Tangible fixed assets

| | Land and buildings | Plant and machinery etc | Total |
|------------------------------------|-----------------------|-------------------------------|------------------|
| | £ | £ | £ |
| Cost | | | |
| At 1 August 2018 | 358,684 | 1,739,118 | 2,097,802 |
| Additions | - | 59,770 | 59,770 |
| Disposals | - | (17,000) | (17,000) |
| | <u>358,684</u> | <u>1,781,888</u> | <u>2,140,572</u> |
| At 31 July 2019 | 358,684 | 1,781,888 | 2,140,572 |
| Depreciation and impairment | | | |
| At 1 August 2018 | 41,301 | 1,330,653 | 1,371,954 |
| Depreciation charged in the year | 2,174 | 74,542 | 76,716 |
| Eliminated in respect of disposals | - | (13,085) | (13,085) |
| | <u>43,475</u> | <u>1,392,110</u> | <u>1,435,585</u> |
| At 31 July 2019 | 43,475 | 1,392,110 | 1,435,585 |
| Carrying amount | | | |
| At 31 July 2019 | <u>315,209</u> | <u>389,778</u> | <u>704,987</u> |
| At 31 July 2018 | <u>317,383</u> | <u>408,465</u> | <u>725,848</u> |

4 Debtors

| | 2019 £ | 2018 £ |
|---|----------------|----------------|
| Amounts falling due within one year: | | |
| Trade debtors | 540,560 | 585,352 |
| Other debtors | 11,275 | 7,032 |
| | <u>551,835</u> | <u>592,384</u> |

5 Creditors: amounts falling due within one year

| | 2019 £ | 2018 £ |
|------------------------------------|----------------|----------------|
| Bank loans and overdrafts | 32,220 | 101,943 |
| Trade creditors | 303,142 | 356,160 |
| Corporation tax | 33,560 | 40,444 |
| Other taxation and social security | 56,313 | 50,812 |
| Other creditors | 31,782 | 49,877 |
| | <u>457,017</u> | <u>599,236</u> |

W & H ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2019

6 Loans and overdrafts

| | 2019 | 2018 |
|-------------------------|-------------------|-------------------|
| | £ | £ |
| Bank overdrafts | 32,220 | 101,943 |
| | <u> </u> | <u> </u> |
| Payable within one year | 32,220 | 101,943 |
| | <u> </u> | <u> </u> |

The bank overdraft is secured by a fixed charge over the property held within the company.

7 Creditors: amounts falling due after more than one year

| | 2019 | 2018 |
|-----------------|-------------------|-------------------|
| | £ | £ |
| Other creditors | 30,696 | 7,839 |
| | <u> </u> | <u> </u> |

