

Shrinkwrap Machinery Co. Limited
Annual Report and Unaudited Financial Statements
Year Ended 31 December 2018

Registration number: 00918708

Shrinkwrap Machinery Co. Limited

Contents

Balance Sheet	<u>1</u> to <u>2</u>
Notes to the Financial Statements	<u>3</u> to <u>8</u>

Shrinkwrap Machinery Co. Limited

Balance Sheet

31 December 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	<u>5</u>	18,000	3,858
Current assets			
Stocks	<u>6</u>	69,000	69,000
Debtors	<u>7</u>	75,683	129,736
Cash at bank and in hand		<u>60,623</u>	<u>27,125</u>
		205,306	225,861
Creditors: Amounts falling due within one year	<u>8</u>	<u>(101,643)</u>	<u>(136,466)</u>
Net current assets		<u>103,663</u>	<u>89,395</u>
Total assets less current liabilities		121,663	93,253
Creditors: Amounts falling due after more than one year	<u>8</u>	<u>(8,550)</u>	<u>-</u>
Net assets		<u>113,113</u>	<u>93,253</u>
Capital and reserves			
Called up share capital		6,000	6,000
Other reserves		1,203	1,203
Profit and loss account		<u>105,910</u>	<u>86,050</u>
Total equity		<u>113,113</u>	<u>93,253</u>

The notes on pages 3 to 8 form an integral part of these financial statements.

Shrinkwrap Machinery Co. Limited

Balance Sheet

31 December 2018

For the financial year ending 31 December 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 25 April 2019 and signed on its behalf by:

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J W Frith

Director

Company Registration Number: 00918708

The notes on pages 3 to 8 form an integral part of these financial statements.

Page 2

Shrinkwrap Machinery Co. Limited

Notes to the Financial Statements

Year Ended 31 December 2018

1 General information

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:

Unit 4 Sterte Industrial Estate

145 Sterte Road

Poole

Dorset

BH15 2AF

England

These financial statements were authorised for issue by the Board on 25 April 2019.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

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

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of value added tax, returns, rebates and discounts and after eliminating sales within the company.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tax

Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current corporation tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Shrinkwrap Machinery Co. Limited

Notes to the Financial Statements

Year Ended 31 December 2018

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Plant and machinery	25% reducing balance
Motor vehicles	25% reducing balance
Fixtures and fittings	15% reducing balance

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Patent	5 year straight line

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress 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. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease. Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Shrinkwrap Machinery Co. Limited

Notes to the Financial Statements

Year Ended 31 December 2018

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Financial instruments

Classification

The company holds the following financial instruments:

- Short term trade and other debtors and creditors;
- Cash and bank balances.

All financial instruments are classified as basic.

Recognition and measurement

The company has chosen to apply the recognition and measurement principles in FRS102.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument and derecognised when in the case of assets, the contractual rights to cash flows from the assets expire or substantially all the risks and rewards of ownership are transferred to another party, or in the case of liabilities, when the company's obligations are discharged, expire or are cancelled.

Except for bank loans, such instruments are initially measured at transaction price, including transaction costs, and are subsequently carried at the undiscounted amount of the cash or other consideration expected to be paid or received, after taking account of impairment adjustments.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 14 (2017 - 11).

Shrinkwrap Machinery Co. Limited

Notes to the Financial Statements

Year Ended 31 December 2018

4 Intangible assets

	Trademarks, patents and licenses £	Total £
Cost or valuation		
At 1 January 2018	7,720	7,720
At 31 December 2018	7,720	7,720
Amortisation		
At 1 January 2018	7,720	7,720
At 31 December 2018	7,720	7,720
Carrying amount		
At 31 December 2018	-	-
At 31 December 2017	-	-

5 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Other property, plant and equipment £	Total £
Cost or valuation				
At 1 January 2018	15,853	20,569	185,626	222,048
Additions	-	20,395	-	20,395
Disposals	-	(20,569)	-	(20,569)
At 31 December 2018	15,853	20,395	185,626	221,874
Depreciation				
At 1 January 2018	14,059	20,079	184,052	218,190
Charge for the year	270	5,099	394	5,763
Eliminated on disposal	-	(20,079)	-	(20,079)
At 31 December 2018	14,329	5,099	184,446	203,874
Carrying amount				
At 31 December 2018	1,524	15,296	1,180	18,000
At 31 December 2017	1,794	490	1,574	3,858

Shrinkwrap Machinery Co. Limited

Notes to the Financial Statements

Year Ended 31 December 2018

6 Stocks

	2018 £	2017 £
Raw materials and consumables	69,000	69,000

7 Debtors

	2018 £	2017 £
Trade debtors	64,397	120,511
Prepayments	11,286	9,225
	75,683	129,736

8 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Loans and borrowings	9	2,700	-
Trade creditors		34,107	66,420
Corporation tax		5	6
Social security and other taxes		27,620	34,100
Other creditors		34,391	32,923
Accrued expenses		2,820	3,017
		101,643	136,466

Creditors: amounts falling due after more than one year

	Note	2018 £	2017 £
Due after one year			
Loans and borrowings	9	8,550	-

Shrinkwrap Machinery Co. Limited

Notes to the Financial Statements

Year Ended 31 December 2018

9 Loans and borrowings

	2018 £	2017 £
Loans and borrowings due after one year		
Finance lease liabilities	8,550	-

	2018 £	2017 £
Current loans and borrowings		
Finance lease liabilities	2,700	-

Page 8

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.