

SHRINKWRAP MACHINERY CO. LIMITED
Unaudited Financial Statements
For the financial year ended 31 December 2021
Pages for filing with the registrar

SHRINKWRAP MACHINERY CO. LIMITED
UNAUDITED FINANCIAL STATEMENTS
For the financial year ended 31 December 2021

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SHRINKWRAP MACHINERY CO. LIMITED

BALANCE SHEET

As at 31 December 2021

	Note	2021	2020
		£	£
Fixed assets			
Tangible assets	4	15,765	10,975
		15,765	10,975
Current assets			
Stocks	5	51,500	44,000
Debtors	6	58,752	40,119
Cash at bank and in hand		63,395	127,363
		173,647	211,482
Creditors			
Amounts falling due within one year	7	(98,046)	(90,514)
Net current assets		75,601	120,968
Total assets less current liabilities		91,366	131,943
Creditors			
Amounts falling due after more than one year	8	(34,361)	(53,150)
Net assets		57,005	78,793
Capital and reserves			
Called-up share capital		6,000	6,000
Equity reserve		1,203	1,203
Profit and loss account		49,802	71,590
Total shareholders' funds		57,005	78,793

SHRINKWRAP MACHINERY CO. LIMITED
BALANCE SHEET (CONTINUED)
As at 31 December 2021

For the financial year ending 31 December 2021 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 financial statements for the financial year in accordance with section 476;
- 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; and
- These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime and a copy of the Profit and Loss Account has not been delivered.

The financial statements of Shrinkwrap Machinery Co. Limited (registered number: 00918708) were approved and authorised for issue by the Board of Directors on 08 March 2022. They were signed on its behalf by:

Jeremy William Frith
Director

SHRINKWRAP MACHINERY CO. LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 December 2021

1. Accounting policies

The principal accounting policies are summarised below. They have all been applied consistently throughout the financial year and to the preceding financial year, unless otherwise stated.

General information and basis of accounting

Shrinkwrap Machinery Co. Limited (the Company) is a private company, limited by shares, incorporated in the United Kingdom under the Companies Act 2006 and is registered in England and Wales. The address of the Company's registered office is Unit 4 Sterte Industrial Estate, 145 Sterte Road, Poole, BH15 2AF, United Kingdom.

The financial statements have been prepared under the historical cost convention, modified to include certain items at fair value, and in accordance with Section 1A of Financial Reporting Standard 102 (FRS 102) 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' issued by the Financial Reporting Council and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime.

The financial statements are presented in pounds sterling which is the functional currency of the company and rounded to the nearest £.

Going concern

The directors have assessed the Balance Sheet and likely future cash flows at the date of approving these financial statements. The directors have a reasonable expectation that the Company has adequate resources to continue in operational existence and to meet its financial obligations as they fall due for at least 12 months from the date of signing these financial statements. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

Turnover

Turnover is stated net of VAT and trade discounts and is recognised when the significant risks and rewards are considered to have been transferred to the buyer.

AND

Turnover from the sale of goods is recognised when the goods are physically delivered to the customer.

Taxation

Current tax

Current tax is provided at amounts expected to be paid (or recoverable) using the tax rates and laws that have been enacted or substantively enacted at the Balance Sheet date.

Intangible assets

Intangible assets are stated at cost or valuation, net of amortisation and any provision for impairment. Amortisation is provided on all intangible assets at rates to write off the cost or valuation of each asset over its expected useful life as follows:

Trademarks, patents and licences	5 years straight line
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Tangible fixed assets

Tangible fixed assets are stated at cost or valuation, net of depreciation and any provision for impairment. Depreciation is provided on all tangible fixed assets, other than investment property and freehold land, at rates calculated to write off the cost or valuation, less estimated residual value, of each asset on a [straight-line, reducing balance] basis over its expected useful life, as follows:

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Plant and machinery	25 % reducing balance
Vehicles	25 % reducing balance
Fixtures and fittings	15 % reducing balance
Office equipment	25 % reducing balance

Residual value represents the estimated amount which would currently be obtained from disposal of an asset, after deducting estimated costs of disposal, if the asset were already of the age and in the condition expected at the end of its useful life.

Leases

The Company as lessee

Assets held under finance leases, hire purchase contracts and other similar arrangements, which confer rights and obligations similar to those attached to owned assets, are capitalised as tangible fixed assets at the fair value of the leased asset (or, if lower, the present value of the minimum lease payments as determined at the inception of the lease) and are depreciated over the shorter of the lease terms and their useful lives. The capital elements of future lease obligations are recorded as liabilities, while the interest elements are charged to the Profit and Loss Account over the period of the leases to produce a constant periodic rate of interest on the remaining balance of the liability.

Rentals under operating leases are charged on a straight-line basis over the lease term, even if the payments are not made on such a basis. Benefits received and receivable as an incentive to sign an operating lease are similarly spread on a straight-line basis over the lease term.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to sell, which is equivalent to the net realisable value. [MANUFACTURERS, ETC - Cost includes materials, direct labour and an attributable proportion of manufacturing overheads based on normal levels of activity.] Cost is calculated using the FIFO (first-in, first-out) method. Provision is made for obsolete, slow-moving or defective items where appropriate.

Financial instruments

Financial assets and financial liabilities are recognised when the Company becomes a 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 assets of the Company after deducting all of its liabilities.

Financial assets and liabilities are only offset in the Balance Sheet when, and only when there exists a legally enforceable right to set off the recognised amounts and the Company intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

2. Employees

	2021	2020
	Number	Number
Monthly average number of persons employed by the Company during the year, including directors	14	14

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3. Intangible assets

	Trademarks, patents and licences	Total
	£	£
Cost		
At 01 January 2021	7,720	7,720
At 31 December 2021	7,720	7,720
Accumulated amortisation		
At 01 January 2021	7,720	7,720
At 31 December 2021	7,720	7,720
Net book value		
At 31 December 2021	0	0
At 31 December 2020	0	0

4. Tangible assets

	Plant and machinery	Vehicles	Fixtures and fittings	Office equipment	Total
	£	£	£	£	£
Cost					
At 01 January 2021	185,626	20,395	16,596	0	222,617
Additions	3,600	0	0	5,697	9,297
At 31 December 2021	189,226	20,395	16,596	5,697	231,914
Accumulated depreciation					
At 01 January 2021	184,962	11,791	14,889	0	211,642
Charge for the financial year	986	2,151	256	1,114	4,507
At 31 December 2021	185,948	13,942	15,145	1,114	216,149
Net book value					
At 31 December 2021	3,278	6,453	1,451	4,583	15,765
At 31 December 2020	664	8,604	1,707	0	10,975

5. Stocks

	2021	2020
	£	£
Stocks	51,500	44,000

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6. Debtors

	2021	2020
	£	£
Trade debtors	53,582	39,260
Other debtors	5,170	859
	58,752	40,119

7. Creditors: amounts falling due within one year

	2021	2020
	£	£
Bank loans	9,808	0
Trade creditors	37,010	17,696
Other creditors	24,999	22,190
Other taxation and social security	23,079	47,928
Obligations under finance leases and hire purchase contracts	3,150	2,700
	98,046	90,514

8. Creditors: amounts falling due after more than one year

	2021	2020
	£	£
Bank loans	34,361	50,000
Obligations under finance leases and hire purchase contracts	0	3,150
	34,361	53,150

There are no amounts included above in respect of which any security has been given by the small entity.

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.