

SHRINKWRAP MACHINERY CO. LIMITED
Unaudited Financial Statements
For the financial year ended 31 December 2022
Pages for filing with the registrar

SHRINKWRAP MACHINERY CO. LIMITED
UNAUDITED FINANCIAL STATEMENTS
For the financial year ended 31 December 2022

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SHRINKWRAP MACHINERY CO. LIMITED
BALANCE SHEET
As at 31 December 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	4	12,078	15,765
		12,078	15,765
Current assets			
Stocks	5	51,500	51,500
Debtors	6	61,311	58,752
Cash at bank and in hand		27,673	63,395
		140,484	173,647
Creditors: amounts falling due within one year	7	(85,004)	(98,046)
Net current assets		55,480	75,601
Total assets less current liabilities		67,558	91,366
Creditors: amounts falling due after more than one year	8	(28,605)	(34,361)
Net assets		38,953	57,005
Capital and reserves			
Called-up share capital		6,000	6,000
Equity reserve		1,203	1,203
Profit and loss account		31,750	49,802
Total shareholders' funds		38,953	57,005

For the financial year ending 31 December 2022 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 17 July 2023. They were signed on its behalf by:

J W Frith
Director

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NOTES TO THE FINANCIAL STATEMENTS
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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 £.

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:

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.

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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. 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

	2022	2021
	Number	Number
Monthly average number of persons employed by the Company during the year, including directors	12	14

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3. Intangible assets

	Trademarks, patents and licences	Total
	£	£
Cost		
At 01 January 2022	7,720	7,720
At 31 December 2022	7,720	7,720
Accumulated amortisation		
At 01 January 2022	7,720	7,720
At 31 December 2022	7,720	7,720
Net book value		
At 31 December 2022	0	0
At 31 December 2021	0	0

4. Tangible assets

	Plant and machinery	Vehicles	Fixtures and fittings	Office equipment	Total
	£	£	£	£	£
Cost					
At 01 January 2022	189,226	20,395	16,596	5,697	231,914
Additions	0	0	0	121	121
At 31 December 2022	189,226	20,395	16,596	5,818	232,035
Accumulated depreciation					
At 01 January 2022	185,948	13,942	15,145	1,114	216,149
Charge for the financial year	819	1,613	218	1,158	3,808
At 31 December 2022	186,767	15,555	15,363	2,272	219,957
Net book value					
At 31 December 2022	2,459	4,840	1,233	3,546	12,078
At 31 December 2021	3,278	6,453	1,451	4,583	15,765

5. Stocks

	2022	2021
	£	£
Stocks	51,500	51,500

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6. Debtors

	2022	2021
	£	£
Trade debtors	56,834	53,582
Other debtors	4,477	5,170
	61,311	58,752

7. Creditors: amounts falling due within one year

	2022	2021
	£	£
Bank loans	10,127	9,808
Trade creditors	33,486	37,010
Other taxation and social security	16,714	23,079
Obligations under finance leases and hire purchase contracts	450	3,150
Other creditors	24,227	24,999
	85,004	98,046

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

	2022	2021
	£	£
Bank loans	28,605	34,361

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.