Registration number: 01719021

E.D.C.M. Precision Wire Erosion Limited

Annual Report and Unaudited Abridged Financial Statements
for the Year Ended 31 May 2017

Makinson & Co.
Chartered Certified Accountants
1 Hill Street
Lydney
Glos
GL15 5HB

E.D.C.M. Precision Wire Erosion Limited

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E.D.C.M. Precision Wire Erosion Limited

Company Information

Director	Mr S P Rudge
Company secretary	Mrs A J Neasmith
Registered office	Unit B3 & B4 Brunel Court Stephensons Drive Waterwells Business Park Gloucester GL2 2AL
Accountants	Makinson & Co. Chartered Certified Accountants 1 Hill Street Lydney Glos GL15 5HB

E.D.C.M. Precision Wire Erosion Limited

Director's Report for the Year Ended 31 May 2017

The director presents his report and the abridged financial statements for the year ended 31 May 2017.

Director of the company

The director who held office during the year was as follows:

Mr S P Rudge

Principal activity

The principal activity of the company is sub-contract engineering services

Small companies provision statement

This report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved by the Board on 12 October 2017 and signed on its behalf by:

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Mrs A J Neasmith
Company secretary

Chartered Certified Accountants' Report to the Director on the Preparation of the Unaudited Statutory Accounts of E.D.C.M. Precision Wire Erosion Limited for the Year Ended 31 May 2017

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of E.D.C.M. Precision Wire Erosion Limited for the year ended 31 May 2017 as set out on pages 4 to 17 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at http://www.accaglobal.com/gb/en/discover/public-value/rulebook.html.

This report is made solely to the Board of Directors of E.D.C.M. Precision Wire Erosion Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of E.D.C.M. Precision Wire Erosion Limited and state those matters that we have agreed to state to the Board of Directors of E.D.C.M. Precision Wire Erosion Limited, as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at http://www.accaglobal.com/gb/en/technical-activities/technical-resources-search/2009/october/factsheet-163-audit-exempt-companies.html. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than E.D.C.M. Precision Wire Erosion Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that E.D.C.M. Precision Wire Erosion Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and loss of E.D.C.M. Precision Wire Erosion Limited. You consider that E.D.C.M. Precision Wire Erosion 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 accounts of E.D.C.M. Precision Wire Erosion 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 accounts.

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Makinson & Co.
Chartered Certified Accountants
1 Hill Street
Lydney
Glos
GL15 5HB

23 October 2017

E.D.C.M. Precision Wire Erosion Limited

Abridged Profit and Loss Account for the Year Ended 31 May 2017

	Note	Total 31 May 2017 £	Total 31 May 2016 £
Gross profit		292,319	280,274
Administrative expenses		(309,804)	(233,493)
Other interest receivable and similar income		176	244
Interest payable and similar expenses		(21)	-
(Loss)/profit before tax	4	(17,330)	47,025
Taxation		4,252	(10,382)
(Loss)/profit for the financial year		(13,078)	36,643

The above results were derived from continuing operations.

The company has no recognised gains or losses for the year other than the results above.

The notes on pages 9 to 17 form an integral part of these abridged financial statements.

E.D.C.M. Precision Wire Erosion Limited

Statement of Comprehensive Income for the Year Ended 31 May 2017

	Note	2017 £	2016 £
(Loss)/profit for the year		(13,078)	36,643
Total comprehensive income for the year		(13,078)	36,643

The notes on pages 9 to 17 form an integral part of these abridged financial statements.

E.D.C.M. Precision Wire Erosion Limited

(Registration number: 01719021)
Abridged Balance Sheet as at 31 May 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	5	254,457	287,907
Investments		1	1
		254,458	287,908
Current assets			
Stocks	7	39,315	19,588
Debtors		122,534	130,425
Investments	8	101,574	101,574
Cash at bank and in hand		323,639	347,845
		587,062	599,432
Creditors: Amounts falling due within one year		(29,502)	(44,879)
Net current assets		557,560	554,553
Total assets less current liabilities		812,018	842,461
Provisions for liabilities		(41,370)	(48,735)
Net assets		770,648	793,726
Capital and reserves			
Called up share capital		33	33
Capital redemption reserve		67	67
Profit and loss account		770,548	793,626
Total equity		770,648	793,726

The notes on pages 9 to 17 form an integral part of these abridged financial statements.

E.D.C.M. Precision Wire Erosion Limited

(Registration number: 01719021)
Abridged Balance Sheet as at 31 May 2017

For the financial year ending 31 May 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges his 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 in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

All of the company's members have consented to the preparation of an Abridged Profit and Loss Account and an Abridged Balance Sheet in accordance with Section 444(2A) of the Companies Act 2006.

Approved and authorised by the director on 12 October 2017

.....

Mr S P Rudge

Director

The notes on pages 9 to 17 form an integral part of these abridged financial statements.

E.D.C.M. Precision Wire Erosion Limited

Statement of Changes in Equity for the Year Ended 31 May 2017

	Share capital £	Capital redemption reserve £	Profit and loss account £	Total £
At 1 June 2016	33	67	793,626	793,726
Loss for the year	-	-	(13,078)	(13,078)
Total comprehensive income	-	-	(13,078)	(13,078)
Dividends	-	-	(10,000)	(10,000)
At 31 May 2017	33	67	770,548	770,648

	Share capital £	Capital redemption reserve £	Profit and loss account £	Total £
At 1 June 2015	33	67	756,983	757,083
Profit for the year	-	-	36,643	36,643
Total comprehensive income	-	-	36,643	36,643
At 31 May 2016	33	67	793,626	793,726

The notes on pages 9 to 17 form an integral part of these abridged financial statements.

Notes to the Abridged Financial Statements for the Year Ended 31 May 2017

1 General information

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

The address of its registered office is:
Unit B3 & B4 Brunel Court
Stephensons Drive
Waterwells Business Park
Gloucester
GL2 2AL

These financial statements were authorised for issue by the director on 12 October 2017.

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 abridged financial statements were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

Basis of preparation

These abridged 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.
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

The tax expense for the period comprises current and deferred 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 income 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.

2 Accounting policies (continued)

Deferred income tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.
The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Tangible assets

Tangible assets are stated in the statement of financial position 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
Leasehold properties	Straight line over the length of the lease
Other tangible fixed assets	10%-25% reducing balance

Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination.

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.
Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

2 Accounting policies (continued)

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.
Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

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 inventories 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.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.
Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

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.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

2 Accounting policies (continued)

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.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 3 (2016 - 3).

4 Loss/profit before tax

Arrived at after charging/(crediting)

	2017 £	2016 £
Depreciation expense	34,015	36,828

5 Tangible assets

	Total £
Cost or valuation	
At 1 June 2016	799,251
Additions	565
At 31 May 2017	799,816
Depreciation	
At 1 June 2016	511,344
Charge for the year	34,015
At 31 May 2017	545,359
Carrying amount	
At 31 May 2017	254,457
At 31 May 2016	287,907

Included within the net book value of land and buildings above is £11,999 (2016 - £15,788) in respect of short leasehold land and buildings.

6 Investments

	Total £
Cost or valuation	
At 1 June 2016	1
Provision	
Carrying amount	
At 31 May 2017	1
At 31 May 2016	1

Details of undertakings

Details of the investments (including principal place of business of unincorporated entities) in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2017	2016
Subsidiary undertakings				
E.D.C.M. Engineering Limited	Unit B3 & B4 Brunel Court, Stephensons Drive, Waterwells Business Park, Gloucester England & Wales	Ordinary	50%	50%

The principal activity of E.D.C.M. Engineering Limited is Sub-contract engineering services

The profit for the financial period of E.D.C.M. Engineering Limited was £5,316 and the aggregate amount of capital and reserves at the end of the period was £23,085.

7 Stocks

	2017 £	2016 £
Other inventories	39,315	19,588

8 Current asset investments

	2017	2016
	£	£
Other investments	101,574	101,574

9 Dividends

Interim dividends paid

	2017	2016
	£	£
Interim dividend of £303.03 (2016 - £0) per each Ordinary shares share	10,000.00	-

10 Related party transactions

Key management compensation

	2017	2016
	£	£
Salaries and other short term employee benefits	72,330	70,202
Other long-term benefits	85,960	6,840
	158,290	77,042

Transactions with directors

2017	At 1 June 2016	Advances to directors	Repayments by director	At 31 May 2017
	£	£	£	£
Mr S P Rudge				
Loan	3,183	10,066	(10,009)	3,240

2016	At 1 June 2015	Advances to directors	Repayments by director	At 31 May 2016
	£	£	£	£
Mr S P Rudge				
Loan	(6,781)	9,965	(1)	3,183

10 Related party transactions (continued)

Directors' remuneration

The director's remuneration for the year was as follows:

	2017 £	2016 £
Remuneration	62,361	62,361
Contributions paid to money purchase schemes	85,960	6,840
	148,321	69,201

During the year the number of directors who were receiving benefits and share incentives was as follows:

	2017 No.	2016 No.
Accruing benefits under money purchase pension scheme	1	1

Dividends paid to directors

	2017 £	2016 £
Mr S P Rudge		
Dividend	10,000	-

10 Related party transactions (continued)

Summary of transactions with subsidiaries

E.D.C.M. Engineering Limited
Sale of services and purchase of sub-contract services

Summary of transactions with other related parties

S P Rudge (Pension Scheme)
Rent and insurance of leasehold property

Income and receivables from related parties

	Subsidiary
2017	**£**
Sale of goods	7,589

	Subsidiary
2016	**£**
Sale of goods	7,832

Expenditure with and payables to related parties

	Subsidiary	Other related parties
2017	**£**	**£**
Rendering of services	23,390	19,255

	Subsidiary	Other related parties
2016	**£**	**£**
Rendering of services	29,995	19,076

Loans to related parties

	Subsidiary	Key management
2017	**£**	**£**
At start of period	60,324	3,183
Advanced	-	10,066
Repaid	(12,749)	(10,009)
At end of period	47,575	3,240

10 Related party transactions (continued)

2016	Subsidiary £	Key management £
At start of period	62,630	-
Advanced	-	3,184
Repaid	(2,306)	(1)
At end of period	60,324	3,183

Loans from related parties

2017

2016	Key management £
At start of period	6,781
Repaid	(6,781)
At end of period	-

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.