

REGISTERED NUMBER: 03465713 (England and Wales)

MH Engineering Services Limited
Financial Statements
for the Year Ended 31 March 2019

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for the year ended 31 March 2019

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Company Information
for the year ended 31 March 2019

DIRECTORS:

M J Holmes
Mrs S L Holmes
Ms E L Holmes

SECRETARY:

Mrs S L Holmes

REGISTERED OFFICE:

24 Cornwall Road
Dorchester
Dorset
DT1 1RX

REGISTERED NUMBER:

03465713 (England and Wales)

ACCOUNTANTS:

Read Woodruff
Chartered Accountants
24 Cornwall Road
Dorchester
Dorset
DT1 1RX

Statement of Financial Position
31 March 2019

	Notes	2019 £	£	2018 £	£
FIXED ASSETS					
Property, plant and equipment	4		88,015		102,343
Investments	5		118,722		<u>118,722</u>
			206,737		<u>221,065</u>
CURRENT ASSETS					
Inventories		700,379		428,053	
Debtors	6	240,338		589,557	
Cash at bank and in hand		159,956		<u>1,224</u>	
		1,100,673		1,018,834	
CREDITORS					
Amounts falling due within one year	7	882,430		<u>559,723</u>	
NET CURRENT ASSETS			218,243		<u>459,111</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			424,980		680,176
CREDITORS					
Amounts falling due after more than one year	8		(206,713)		(422,971)
PROVISIONS FOR LIABILITIES	10		(11,243)		<u>(13,488)</u>
NET ASSETS			207,024		<u>243,717</u>
CAPITAL AND RESERVES					
Called up share capital			100		100
Retained earnings			206,924		<u>243,617</u>
SHAREHOLDERS' FUNDS			207,024		<u>243,717</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2019 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

Statement of Financial Position - continued
31 March 2019

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 23 December 2019 and were signed on its behalf by:

M J Holmes - Director

Mrs S L Holmes - Director

The notes form part of these financial statements

Notes to the Financial Statements for the year ended 31 March 2019

1. STATUTORY INFORMATION

MH Engineering Services Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Revenue is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 15% on reducing balance
Office equipment	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance

Stocks

Inventories and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing inventories to their present location and condition.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Notes to the Financial Statements - continued
for the year ended 31 March 2019

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 27 (2018 - 25) .

4. **PROPERTY, PLANT AND EQUIPMENT**

	Plant and machinery £	Office equipment £	Motor vehicles £	Totals £
COST				
At 1 April 2018	93,423	6,481	94,716	194,620
Additions	<u>2,000</u>	<u>3,023</u>	<u>-</u>	<u>5,023</u>
At 31 March 2019	<u>95,423</u>	<u>9,504</u>	<u>94,716</u>	<u>199,643</u>
DEPRECIATION				
At 1 April 2018	27,998	5,032	59,247	92,277
Charge for year	<u>9,814</u>	<u>671</u>	<u>8,866</u>	<u>19,351</u>
At 31 March 2019	<u>37,812</u>	<u>5,703</u>	<u>68,113</u>	<u>111,628</u>
NET BOOK VALUE				
At 31 March 2019	<u>57,611</u>	<u>3,801</u>	<u>26,603</u>	<u>88,015</u>
At 31 March 2018	<u>65,425</u>	<u>1,449</u>	<u>35,469</u>	<u>102,343</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 April 2018 and 31 March 2019	<u>68,111</u>	<u>7,950</u>	<u>76,061</u>
DEPRECIATION			
At 1 April 2018	10,217	1,988	12,205
Charge for year	<u>8,684</u>	<u>1,490</u>	<u>10,174</u>
At 31 March 2019	<u>18,901</u>	<u>3,478</u>	<u>22,379</u>
NET BOOK VALUE			
At 31 March 2019	<u>49,210</u>	<u>4,472</u>	<u>53,682</u>
At 31 March 2018	<u>57,894</u>	<u>5,962</u>	<u>63,856</u>

5. **FIXED ASSET INVESTMENTS**

	Other investments £
COST	
At 1 April 2018 and 31 March 2019	<u>118,722</u>
NET BOOK VALUE	
At 31 March 2019	<u>118,722</u>
At 31 March 2018	<u>118,722</u>

The fixed asset investment is held under a hire purchase contract.

Notes to the Financial Statements - continued
for the year ended 31 March 2019

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		
	2019	2018
	£	£
Trade debtors	122,903	316,431
Other debtors	87,007	264,103
Corporation tax recoverable	16,963	6,683
Prepayments and accrued income	13,465	2,340
	<u>240,338</u>	<u>589,557</u>
7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		
	2019	2018
	£	£
Bank loans and overdrafts	-	182,744
Other loans	363,528	47,001
Hire purchase contracts	36,582	17,138
Trade creditors	402,186	263,622
Tax and social security costs	64,299	31,653
Other creditors	9,602	1,055
Directors' current accounts	113	11,193
Accruals and deferred income	6,120	5,317
	<u>882,430</u>	<u>559,723</u>
8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR		
	2019	2018
	£	£
Bank loans	-	111,806
Other loans	98,504	266,836
Hire purchase contracts	108,209	44,329
	<u>206,713</u>	<u>422,971</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Hire purchase	<u>3,241</u>	<u>-</u>
9. SECURED DEBTS		
The following secured debts are included within creditors:		
	2019	2018
	£	£
Bank overdrafts	-	124,411
Bank loans	-	170,139
Hire purchase contracts	144,791	61,467
	<u>144,791</u>	<u>356,017</u>
Hire purchase liabilities are secured on the assets concerned.		
The bank loan and overdraft facilities were secured by debentures created 23 March 2012 and 20 November 2017 comprising fixed and floating charges over the company and all assets present and future.		
10. PROVISIONS FOR LIABILITIES		
	2019	2018
	£	£
Deferred tax		
Accelerated capital allowances	<u>11,243</u>	<u>13,488</u>

Notes to the Financial Statements - continued
for the year ended 31 March 2019

10. **PROVISIONS FOR LIABILITIES - continued**

	Deferred tax
	£
Balance at 1 April 2018	13,488
Credit to Income Statement during year	(2,245)
Balance at 31 March 2019	<u>11,243</u>

11. **OTHER FINANCIAL COMMITMENTS**

The company has future operating lease commitments totalling £20,953.

12. **RELATED PARTY DISCLOSURES**

During the year, total dividends of £113,000 (2018 - £10,319) were paid to the directors .

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.