

Company Registration No. 08095331 (England and Wales)

**M-TECH (PRECISION) LIMITED**  
**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2016**

TUESDAY



\*A62720XT\*

A16

14/03/2017

#369

COMPANIES HOUSE

# **M-TECH (PRECISION) LIMITED**

## **DIRECTORS' REPORT**

**FOR THE YEAR ENDED 30 JUNE 2016**

---

The directors present their annual report and financial statements for the year ended 30 June 2016.

### **Principal activities**

The principal activity of the company is that of machine engineering. The company was dormant until January 2016 when it commenced trading.

### **Directors**

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

M. Wyman

T. Wyman

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

On behalf of the board



M. Wyman

Director

6/3/17

# M-TECH (PRECISION) LIMITED

## PROFIT AND LOSS ACCOUNT

**FOR THE YEAR ENDED 30 JUNE 2016**

---

|                                        | 2016<br>£ | 2015<br>£ |
|----------------------------------------|-----------|-----------|
| Turnover                               | 316,671   | -         |
| Cost of sales                          | (200,945) | -         |
| <b>Gross profit</b>                    | 115,726   | -         |
| Administrative expenses                | (84,546)  | -         |
| <b>Operating profit</b>                | 31,180    | -         |
| Interest receivable and similar income | 23        | -         |
| Interest payable and similar expenses  | (640)     | -         |
| <b>Profit before taxation</b>          | 30,563    | -         |
| Taxation                               | -         | -         |
| <b>Profit for the financial year</b>   | 30,563    | -         |

---

# M-TECH (PRECISION) LIMITED

## BALANCE SHEET

AS AT 30 JUNE 2016

|                                                                | Notes | 2016<br>£        | £                    | 2015<br>£  | £                 |
|----------------------------------------------------------------|-------|------------------|----------------------|------------|-------------------|
| <b>Fixed assets</b>                                            |       |                  |                      |            |                   |
| Tangible assets                                                | 3     |                  | 144,253              |            | -                 |
| <b>Current assets</b>                                          |       |                  |                      |            |                   |
| Stocks                                                         |       | 54,178           |                      | -          |                   |
| Debtors                                                        | 4     | 78,165           |                      | 100        |                   |
|                                                                |       | <u>132,343</u>   |                      | <u>100</u> |                   |
| <b>Creditors: amounts falling due within one year</b>          | 5     | <u>(240,572)</u> |                      | <u>-</u>   |                   |
| <b>Net current (liabilities)/assets</b>                        |       |                  | (108,229)            |            | 100               |
| <b>Total assets less current liabilities</b>                   |       |                  | <u>36,024</u>        |            | <u>100</u>        |
| <b>Creditors: amounts falling due after more than one year</b> | 6     |                  | (5,361)              |            | -                 |
| <b>Net assets</b>                                              |       |                  | <u><u>30,663</u></u> |            | <u><u>100</u></u> |
| <b>Capital and reserves</b>                                    |       |                  |                      |            |                   |
| Called up share capital                                        | 7     |                  | 100                  |            | 100               |
| Profit and loss reserves                                       |       |                  | <u>30,563</u>        |            | <u>-</u>          |
| <b>Total equity</b>                                            |       |                  | <u><u>30,663</u></u> |            | <u><u>100</u></u> |

For the financial year ended 30 June 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved by the board of directors and authorised for issue on 6:03:17 and are signed on its behalf by:

  
M. Wyman  
Director

Company Registration No. 08095331

# M-TECH (PRECISION) LIMITED

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2016

---

|                                                    | Share<br>capital | Profit and<br>loss<br>reserves | Total         |
|----------------------------------------------------|------------------|--------------------------------|---------------|
|                                                    | £                | £                              | £             |
| Balance at 1 July 2014                             | 100              | -                              | 100           |
| Year ended 30 June 2015                            |                  |                                |               |
| Profit and total comprehensive income for the year | -                | -                              | -             |
|                                                    | <hr/>            | <hr/>                          | <hr/>         |
| Balance at 30 June 2015                            | 100              | -                              | 100           |
| Year ended 30 June 2016:                           |                  |                                |               |
| Profit and total comprehensive income for the year | -                | 30,563                         | 30,563        |
|                                                    | <hr/>            | <hr/>                          | <hr/>         |
| Balance at 30 June 2016                            | <u>100</u>       | <u>30,563</u>                  | <u>30,663</u> |

# M-TECH (PRECISION) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2016

---

### 1 Accounting policies

#### Company information

M-Tech (Precision) Limited is a private company limited by shares incorporated in England and Wales. The registered office is Unit 16, Forest of Dean Business Estate, Coleford, Glos, GL16 8PJ.

#### 1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

#### 1.2 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

When cash inflows are deferred and represent a financing arrangement, the fair value of the consideration is the present value of the future receipts. The difference between the fair value of the consideration and the nominal amount received is recognised as interest income.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue from contracts for the provision of professional services is recognised by reference to the stage of completion when the stage of completion, costs incurred and costs to complete can be estimated reliably. The stage of completion is calculated by comparing costs incurred, mainly in relation to contractual hourly staff rates and materials, as a proportion of total costs. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that are recoverable.

#### 1.3 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

|                             |                      |
|-----------------------------|----------------------|
| Freehold land and buildings | 10% straight line    |
| Plant and equipment         | 15% reducing balance |
| Motor vehicles              | 25% reducing balance |

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

# M-TECH (PRECISION) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2016

---

### 1 Accounting policies

(Continued)

#### 1.4 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

#### 1.5 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost 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.

Stocks held for distribution at no or nominal consideration are measured at cost, adjusted where applicable for any loss of service potential.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

#### 1.6 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

#### 1.7 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

# M-TECH (PRECISION) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2016

---

### 1 Accounting policies

(Continued)

#### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

#### **Other financial assets**

Other financial assets, including investments in equity instruments which are not subsidiaries, associates or joint ventures, are initially measured at fair value, which is normally the transaction price. Such assets are subsequently carried at fair value and the changes in fair value are recognised in profit or loss, except that investments in equity instruments that are not publically traded and whose fair values cannot be measured reliably are measured at cost less impairment.

#### **Impairment of financial assets**

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

#### **Derecognition of financial assets**

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

#### **Classification of financial liabilities**

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.

# M-TECH (PRECISION) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 30 JUNE 2016

---

#### 1 Accounting policies

(Continued)

##### **Basic financial liabilities**

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

##### **Other financial liabilities**

Derivatives, including interest rate swaps and forward foreign exchange contracts, are not basic financial instruments. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. Changes in the fair value of derivatives are recognised in profit or loss in finance costs or finance income as appropriate, unless hedge accounting is applied and the hedge is a cash flow hedge.

Debt instruments that do not meet the conditions in FRS 102 paragraph 11.9 are subsequently measured at fair value through profit or loss. Debt instruments may be designated as being measured at fair value through profit or loss to eliminate or reduce an accounting mismatch or if the instruments are measured and their performance evaluated on a fair value basis in accordance with a documented risk management or investment strategy.

##### **Derecognition of financial liabilities**

Financial liabilities are derecognised when the company's contractual obligations expire or are discharged or cancelled.

#### 1.8 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

#### 1.9 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

#### 1.10 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

# M-TECH (PRECISION) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2016

### 1 Accounting policies

(Continued)

#### 1.11 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to the profit and loss account so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

### 2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 14 (2015 - 0).

### 3 Tangible fixed assets

|                                    | Land and<br>buildings | Plant and<br>machinery<br>etc | Total   |
|------------------------------------|-----------------------|-------------------------------|---------|
|                                    | £                     | £                             | £       |
| <b>Cost</b>                        |                       |                               |         |
| At 1 July 2015                     | -                     | -                             | -       |
| Additions                          | 12,285                | 145,132                       | 157,417 |
| At 30 June 2016                    | 12,285                | 145,132                       | 157,417 |
| <b>Depreciation and impairment</b> |                       |                               |         |
| At 1 July 2015                     | -                     | -                             | -       |
| Depreciation charged in the year   | -                     | 13,164                        | 13,164  |
| At 30 June 2016                    | -                     | 13,164                        | 13,164  |
| <b>Carrying amount</b>             |                       |                               |         |
| At 30 June 2016                    | 12,285                | 131,968                       | 144,253 |

### 4 Debtors

|                                             | 2016<br>£ | 2015<br>£ |
|---------------------------------------------|-----------|-----------|
| <b>Amounts falling due within one year:</b> |           |           |
| Trade debtors                               | 74,513    | -         |
| Other debtors                               | 3,652     | 100       |
|                                             | 78,165    | 100       |

# M-TECH (PRECISION) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2016

**5 Creditors: amounts falling due within one year**

|                                    | 2016<br>£      | 2015<br>£ |
|------------------------------------|----------------|-----------|
| Bank loans and overdrafts          | 24,101         | -         |
| Trade creditors                    | 40,952         | -         |
| Other taxation and social security | 31,927         | -         |
| Other creditors                    | 143,592        | -         |
|                                    | <u>240,572</u> | <u>-</u>  |

**6 Creditors: amounts falling due after more than one year**

|                 | 2016<br>£    | 2015<br>£ |
|-----------------|--------------|-----------|
| Other creditors | 5,361        | -         |
|                 | <u>5,361</u> | <u>-</u>  |

**7 Called up share capital**

|                                                                                   | 2016<br>£  | 2015<br>£  |
|-----------------------------------------------------------------------------------|------------|------------|
| Ordinary share capital<br>Issued and fully paid<br>100 Ordinary shares of £1 each | 100        | 100        |
|                                                                                   | <u>100</u> | <u>100</u> |