

Registered number

02908470

Remec Engineering Services (Burnley) Limited

Report and Accounts

31 January 2021

**Remec Engineering Services (Burnley) Limited****Registered number:** 02908470**Balance Sheet****as at 31 January 2021**

	Notes	2021 £	2020 £
<b>Fixed assets</b>			
Intangible assets	3	195,091	211,347
Tangible assets	4	51,950	66,014
		<u>247,041</u>	<u>277,361</u>
<b>Current assets</b>			
Stocks		30,988	36,112
Debtors	5	82,053	72,636
Cash at bank and in hand		17,662	12,454
		<u>130,703</u>	<u>121,202</u>
<b>Creditors: amounts falling due within one year</b>	6	(117,206)	(124,937)
<b>Net current assets/(liabilities)</b>		<u>13,497</u>	<u>(3,735)</u>
<b>Total assets less current liabilities</b>		<u>260,538</u>	<u>273,626</u>
<b>Creditors: amounts falling due after more than one year</b>	7	(109,524)	(131,566)
<b>Provisions for liabilities</b>		(9,452)	(12,032)
<b>Net assets</b>		<u><u>141,562</u></u>	<u><u>130,028</u></u>
<b>Capital and reserves</b>			
Called up share capital		100	100
Profit and loss account		141,462	129,928
<b>Shareholder's funds</b>		<u><u>141,562</u></u>	<u><u>130,028</u></u>

The director is satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The member has not required the company to obtain an audit in accordance with section 476 of the Act.

The director acknowledges her responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account

has not been delivered to the Registrar of Companies.

Mr P Furness

Director

Approved by the board on 23 February 2021

# **Remec Engineering Services (Burnley) Limited**

## **Notes to the Accounts**

**for the year ended 31 January 2021**

### **1 Accounting policies**

#### ***Basis of preparation***

The accounts have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland.

#### ***Turnover***

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer. Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs.

#### ***Intangible fixed assets***

Goodwill represents the excess of the cost of acquisition of unincorporated businesses over the fair value of net assets required. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is considered to have a finite useful life and is amortised on a systematic basis over its expected life, which is 20 years. This is based on the longevity of the business, given its longstanding period of existence.

#### ***Tangible fixed assets***

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Plant & machinery	15% reducing balance
Motor vehicles	25% reducing balance

#### ***Stocks***

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first in first out method. The carrying amount of stock sold is recognised as an expense in the period in which the related revenue is recognised.

#### ***Taxation***

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. 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. Deferred tax is measured using the tax rates and laws that have been enacted or

substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

### **Provisions**

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

## **2 Employees**

	<b>2021</b>	<b>2020</b>
	<b>Number</b>	<b>Number</b>

Average number of persons employed by the company	<u>13</u>	<u>15</u>
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## **3 Intangible fixed assets**

	<b>Goodwill</b>
	<b>£</b>

### **Cost**

At 1 February 2020	325,145
At 31 January 2021	<u>325,145</u>

### **Amortisation**

At 1 February 2020	113,798
Provided during the year	16,256
At 31 January 2021	<u>130,054</u>

### **Net book value**

At 31 January 2021	<u>195,091</u>
At 31 January 2020	<u>211,347</u>

Goodwill is being written off in equal annual instalments over its estimated economic life of 20 years.

## **4 Tangible fixed assets**

	<b>Plant &amp; Machinery</b>	<b>Motor Vehicles</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost</b>			
At 1 February 2020	46,112	125,027	171,139
Additions	750	-	750
At 31 January 2021	<u>46,862</u>	<u>125,027</u>	<u>171,889</u>
<b>Depreciation</b>			
At 1 February 2020	28,652	76,473	105,125
Charge for the year	2,675	12,139	14,814
At 31 January 2021	<u>31,327</u>	<u>88,612</u>	<u>119,939</u>

**Net book value**

At 31 January 2021	15,535	36,415	51,950
At 31 January 2020	17,460	48,554	66,014

<b>5 Debtors</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>

Trade debtors	67,435	60,261
Other debtors	14,618	12,375
	<u>82,053</u>	<u>72,636</u>

<b>6 Creditors: amounts falling due within one year</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>

Bank loan and overdraft	50,293	19,522
Obligations under finance lease and hire purchase contracts	-	22,501
Trade creditors	20,585	45,946
Corporation tax	10,038	3,279
Other taxes and social security costs	26,544	23,545
Other creditors	9,746	10,144
	<u>117,206</u>	<u>124,937</u>

<b>7 Creditors: amounts falling due after one year</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>

Bank loan	50,000	-
Other creditors	59,524	131,566
	<u>109,524</u>	<u>131,566</u>

**8 Related party transactions**

Included within other creditors, falling due after one year, is an amount of £53,400 (2020: £127,091) owed to Mr P Furness, a director of the company. During the year the director introduced cash into the company of £2,000 and withdrew £75,691 from the company. During the year dividends amounting to £2,000 (2020: £2,000) were paid to Mr P F u r n e s s .

Included within other creditors is an amount of £6,124 (2020: £4,475) owed to Mr R Furness, a director of the company. During the year the director introduced cash into the company of £2,000 and withdrew £351 from the company. During the year dividends amounting to £2,000 (2020: £2,000) were paid to Mr R Furness.

**9 Controlling party**

The company was under the control of its directors, who controlled all of the company's issued share capital, throughout the whole of the current and previous year.

**Other information**

Remec Engineering Services (Burnley) Limited is a private company limited by shares and incorporated in England. Its registered office is:

Summit Works

Manchester Road

Burnley

Lancashire

BB11 5HG

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