

Unaudited Financial Statements for the Year Ended 31 August 2019

for

Severn Fabrications Limited

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for the Year Ended 31 August 2019**

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Severn Fabrications Limited
Company Information
for the Year Ended 31 August 2019

DIRECTORS:

G S Morris
Mrs S Morris

REGISTERED OFFICE:

Cross Chambers
9 High Street
Newtown
Powys
SY16 2NY

REGISTERED NUMBER:

06921388 (England and Wales)

ACCOUNTANTS:

Morgan Griffiths LLP
Chartered Accountants
Cross Chambers
9 High Street
Newtown
Powys
SY16 2NY

**Balance Sheet
31 August 2019**

	Notes	31.8.19 £	£	31.8.18 £	£
FIXED ASSETS					
Tangible assets	4		60,939		27,156
CURRENT ASSETS					
Stocks		29,975		29,500	
Debtors	5	407,651		566,732	
Cash at bank		<u>197,034</u>		<u>52,960</u>	
		634,660		649,192	
CREDITORS					
Amounts falling due within one year	6	<u>342,645</u>		<u>376,337</u>	
NET CURRENT ASSETS			<u>292,015</u>		<u>272,855</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			352,954		300,011
CREDITORS					
Amounts falling due after more than one year	7		(38,977)		(9,167)
PROVISIONS FOR LIABILITIES			<u>(11,578)</u>		<u>(4,812)</u>
NET ASSETS			<u>302,399</u>		<u>286,032</u>
CAPITAL AND RESERVES					
Called up share capital			2		2
Retained earnings			<u>302,397</u>		<u>286,030</u>
			<u>302,399</u>		<u>286,032</u>

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

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 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)

Balance Sheet - continued
31 August 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 Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 10 August 2020 and were signed on its behalf by:

G S Morris - Director

Mrs S Morris - Director

**Notes to the Financial Statements
for the Year Ended 31 August 2019**

1. STATUTORY INFORMATION

Severn Fabrications 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

Turnover 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 etc - 25% on cost and 10% on cost

Stocks

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

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, 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 balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet 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.

Notes to the Financial Statements - continued
for the Year Ended 31 August 2019

2. **ACCOUNTING POLICIES - continued**

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.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 8 (2018 - 8) .

4. **TANGIBLE FIXED ASSETS**

	Plant and machinery etc £
COST	
At 1 September 2018	143,304
Additions	68,994
Disposals	(32,937)
At 31 August 2019	<u>179,361</u>
DEPRECIATION	
At 1 September 2018	116,148
Charge for year	26,142
Eliminated on disposal	(23,868)
At 31 August 2019	<u>118,422</u>
NET BOOK VALUE	
At 31 August 2019	<u>60,939</u>
At 31 August 2018	<u>27,156</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2019

4. **TANGIBLE FIXED ASSETS - continued**

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

	Plant and machinery etc £
COST	
At 1 September 2018	45,337
Additions	36,994
Disposals	(18,942)
At 31 August 2019	<u>63,389</u>
DEPRECIATION	
At 1 September 2018	39,669
Charge for year	20,648
Eliminated on disposal	(9,873)
Transfer to ownership	(3,400)
At 31 August 2019	<u>47,044</u>
NET BOOK VALUE	
At 31 August 2019	<u>16,345</u>
At 31 August 2018	<u>5,668</u>

5. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.8.19 £	31.8.18 £
Trade debtors	163,154	258,214
Other debtors	<u>244,497</u>	<u>308,518</u>
	<u>407,651</u>	<u>566,732</u>

6. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.8.19 £	31.8.18 £
Hire purchase contracts	12,812	6,875
Trade creditors	271,946	293,865
Taxation and social security	22,038	39,766
Other creditors	<u>35,849</u>	<u>35,831</u>
	<u>342,645</u>	<u>376,337</u>

7. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31.8.19 £	31.8.18 £
Hire purchase contracts	<u>38,977</u>	<u>9,167</u>

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.