

Unaudited Financial Statements
for the Year Ended 31 December 2021
for
K.M. ENGINEERING LIMITED

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FOR THE YEAR ENDED 31 December 2021

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K.M. ENGINEERING LIMITED
Company Information
FOR THE YEAR ENDED 31 December 2021

DIRECTOR: J P Carter

REGISTERED OFFICE: Unit 7B
Parnall Road Trading Estate
Fishponds
Bristol
BS16 3JQ

REGISTERED NUMBER: 04259021 (England and Wales)

ACCOUNTANTS: Wotton Accountancy Associates Limited
Stag House
The Chipping
Wotton-under-Edge
Gloucestershire
GL12 7AD

K.M. ENGINEERING LIMITED (REGISTERED NUMBER: 04259021)

Balance Sheet
31 December 2021

	Notes	2021 £	£	2020 £	£
FIXED ASSETS					
Intangible assets	4		-		-
Tangible assets	5		<u>263,303</u>		<u>296,106</u>
			263,303		296,106
CURRENT ASSETS					
Stocks		123,799		134,856	
Debtors	6	448,617		159,053	
Cash at bank and in hand		<u>91,222</u>		<u>427,655</u>	
		663,638		721,564	
CREDITORS					
Amounts falling due within one year	7	<u>151,165</u>		<u>147,776</u>	
NET CURRENT ASSETS			<u>512,473</u>		<u>573,788</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			775,776		869,894
CREDITORS					
Amounts falling due after more than one year	8		(216,000)		(345,000)
PROVISIONS FOR LIABILITIES			<u>(39,984)</u>		<u>(31,606)</u>
NET ASSETS			<u>519,792</u>		<u>493,288</u>
CAPITAL AND RESERVES					
Called up share capital			220		220
Retained earnings			<u>519,572</u>		<u>493,068</u>
SHAREHOLDERS' FUNDS			<u>519,792</u>		<u>493,288</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2021 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) 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.

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 director and authorised for issue on 24 August 2022 and were signed by:

J P Carter - Director

The notes form part of these financial statements

Notes to the Financial Statements
FOR THE YEAR ENDED 31 December 2021

1. **STATUTORY INFORMATION**

K.M. Engineering 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.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2001, is being amortised evenly over its estimated useful life of ten years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc - 20% on reducing balance

Stocks

Stocks 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 stocks to their present location and condition.

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.

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 14 (2020 - 15).

Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 December 2021

4.	INTANGIBLE FIXED ASSETS		Goodwill £
	COST		
	At 1 January 2021 and 31 December 2021		<u>128,882</u>
	AMORTISATION		
	At 1 January 2021 and 31 December 2021		<u>128,882</u>
	NET BOOK VALUE		
	At 31 December 2021		<u>-</u>
	At 31 December 2020		<u>-</u>
5.	TANGIBLE FIXED ASSETS		Plant and machinery etc £
	COST		
	At 1 January 2021		944,282
	Additions		<u>33,022</u>
	At 31 December 2021		<u>977,304</u>
	DEPRECIATION		
	At 1 January 2021		648,176
	Charge for year		<u>65,825</u>
	At 31 December 2021		<u>714,001</u>
	NET BOOK VALUE		
	At 31 December 2021		<u>263,303</u>
	At 31 December 2020		<u>296,106</u>
6.	DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		
		2021	2020
		£	£
	Trade debtors	162,617	154,053
	Amounts owed by group undertakings	281,000	-
	Other debtors	<u>5,000</u>	<u>5,000</u>
		<u>448,617</u>	<u>159,053</u>
7.	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		
		2021	2020
		£	£
	Hire purchase contracts	-	25,334
	Trade creditors	87,145	44,257
	Taxation and social security	58,020	72,185
	Other creditors	<u>6,000</u>	<u>6,000</u>
		<u>151,165</u>	<u>147,776</u>

K.M. ENGINEERING LIMITED (REGISTERED NUMBER: 04259021)

Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 December 2021

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	2021	2020
	£	£
Inter company balance	<u>216,000</u>	<u>345,000</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.