

COMPANY REGISTRATION NUMBER: 02145002

Birmingham Metal Co Limited
Filleted Abridged Financial Statements
31 December 2018



Birmingham Metal Co Limited

Abridged Financial Statements

Year Ended 31 December 2018

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Birmingham Metal Co Limited
Abridged Statement of Financial Position
31 December 2018

	Note	2018 £	2017 £
Fixed Assets			
Tangible assets	5	449	1,221
Current Assets			
Stocks		66,163	90,028
Debtors		294,801	229,122
Cash at bank and in hand		76,008	95,470
		<u>436,972</u>	<u>414,620</u>
Creditors: amounts falling due within one year		<u>382,597</u>	<u>337,886</u>
Net Current Assets		<u>54,375</u>	<u>76,734</u>
Total Assets Less Current Liabilities		<u>54,824</u>	<u>77,955</u>
Net Assets		<u>54,824</u>	<u>77,955</u>
Capital and Reserves			
Called up share capital	6	102	102
Share premium account		124,898	124,898
Other reserves		98	98
Profit and loss account		(70,274)	(47,143)
Shareholders Funds		<u>54,824</u>	<u>77,955</u>

These abridged financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the abridged statement of income and retained earnings has not been delivered.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of abridged financial statements.

All of the members have consented to the preparation of the abridged statement of income and retained earnings and the abridged statement of financial position for the year ending 31 December 2018 in accordance with Section 444(2A) of the Companies Act 2006.

These abridged financial statements were approved by the board of directors and authorised for issue on 12/08/2019, and are signed on behalf of the board by:



Terence Roberts
Director

Company registration number: 02145002

Birmingham Metal Co Limited

Notes to the Abridged Financial Statements

Year Ended 31 December 2018

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Garrison Street, Bordesley, Birmingham, B9 4BN.

2. Statement of compliance

These abridged financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

The financial statements have been prepared on a going concern basis. The directors have carefully considered the position and confirm that the going concern basis of accounts preparation is appropriate for the foreseeable future.

Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of transactions. All differences are taken to the income statement.

Revenue recognition

Turnover represents the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Income tax

Current tax represents the amount of tax payable or receivable in respect of the taxable profit (or loss) for the current or past reporting periods. It is measured at the amount expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Birmingham Metal Co Limited

Notes to the Abridged Financial Statements *(continued)*

Year Ended 31 December 2018

3. Accounting policies *(continued)*

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and machinery	-	10% straight line
Fixtures and fittings	-	12.5% straight line
Equipment	-	25% straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Financial instruments

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 entity after deducting all of its financial liabilities.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Employee numbers

The average number of persons employed by the company during the year amounted to 11 (2017: 11).

Birmingham Metal Co Limited

Notes to the Abridged Financial Statements *(continued)*

Year Ended 31 December 2018

5. Tangible assets

	£
Cost	
At 1 January 2018 and 31 December 2018	<u>462,472</u>
Depreciation	
At 1 January 2018	461,251
Charge for the year	<u>772</u>
At 31 December 2018	<u>462,023</u>
Carrying amount	
At 31 December 2018	<u>449</u>
At 31 December 2017	<u>1,221</u>

6. Called up share capital

Issued, called up and fully paid

	2018		2017	
	No.	£	No.	£
Ordinary shares of £1 each	<u>102</u>	<u>102.00</u>	<u>102</u>	<u>102.00</u>

7. Summary audit opinion

The auditor's report for the year was unqualified.

The senior statutory auditor was Tony Hornsby BA(Hons) FCA, for and on behalf of MCABA Limited t/a Mitchells, Chartered Accountants & Business Advisers.

8. Directors' advances, credits and guarantees

Birmingham Metal Trading

Birmingham Metal Trading is a personal business of Terence Roberts, a director and shareholder in Birmingham Metal Co Limited. During the year the sole trader business made sales to the company of £119,394 (2017: £79,077). There is an intercompany trading balance between the two entities, and at the year end Birmingham Metal Co Limited was owed £74,012 (2017: £2,223), which is included within other debtors.

There were monthly recharges from Birmingham Metal Trading to the company for security (£1,000 p/m), manufacturing support (£1,000 p/m), and maintenance (£2,000 p/m) totalling £48,000 (2016: £48,000).

Birmingham Metal Co Limited

Notes to the Abridged Financial Statements *(continued)*

Year Ended 31 December 2018

9. Related party transactions

Birmingham Metal LLC

Birmingham Metal LLC is a company incorporated in Chicago, USA. The company operates in Carson City, Nevada. Terence Roberts is a shareholder and director in Birmingham Metal Co Limited and also a shareholder in Birmingham Metal LLC.

There is an outstanding amount due to the company of £29,709 at the year end (2017: £28,527) relating to office costs that were paid on behalf of Birmingham Metal LLC.

Birmingham Metal Holdings Limited

Terence Roberts is a director and shareholder in Birmingham Metal Holdings Limited. During the year rent was paid to Birmingham Metal Holdings Limited of £35,000 (2017: £35,000).

There is an outstanding amount owed by the company of £7,384 (2017: £3,016) due to the company relating to an inter-company loan account.

All trading-related transactions between Birmingham Metal Co Ltd, Birmingham Metal Holdings Ltd and Birmingham Metal LLC were conducted under normal market conditions.