

WESTCUT ENGINEERING LIMITED
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2020

Clear Vision Accountancy Limited
1 Abacus House
Newlands Road
Corsham
Wiltshire
SN13 0BH

**CONTENTS OF THE FINANCIAL STATEMENTS
for the Year Ended 31 May 2020**

	Page
Company Information	1
Statement of Financial Position	2
Notes to the Financial Statements	4

WESTCUT ENGINEERING LIMITED

COMPANY INFORMATION
for the Year Ended 31 May 2020

DIRECTORS:

J E Scott
R Scott
R Poulton
Mrs L Scott
Mrs P A Scott

SECRETARY:

Mrs L Scott

REGISTERED OFFICE:

1 Abacus House
Newlands Road
Corsham
Wiltshire
SN13 0BH

REGISTERED NUMBER:

04411902

ACCOUNTANTS:

Clear Vision Accountancy Limited
1 Abacus House
Newlands Road
Corsham
Wiltshire
SN13 0BH

BANKERS:

Barclays Bank Plc
3 St Johns Street
Devizes
Wiltshire
SN10 1BQ

STATEMENT OF FINANCIAL POSITION

31 May 2020

	Notes	31/5/20 £	£	31/5/19 £	£
FIXED ASSETS					
Tangible assets	4		457,582		299,529
CURRENT ASSETS					
Stocks		79,466		123,158	
Debtors	5	107,416		174,260	
Cash at bank and in hand		<u>416,311</u>		<u>343,115</u>	
		603,193		640,533	
CREDITORS					
Amounts falling due within one year	6	<u>288,745</u>		<u>451,255</u>	
NET CURRENT ASSETS			<u>314,448</u>		<u>189,278</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			772,030		488,807
CREDITORS					
Amounts falling due after more than one year	7		(119,504)		-
PROVISIONS FOR LIABILITIES			<u>(84,480)</u>		<u>(53,910)</u>
NET ASSETS			<u>568,046</u>		<u>434,897</u>
CAPITAL AND RESERVES					
Called up share capital			10,526		10,526
Share premium			11,974		11,974
Revaluation reserve	8		40,057		40,057
Retained earnings			<u>505,489</u>		<u>372,340</u>
SHAREHOLDERS' FUNDS			<u>568,046</u>		<u>434,897</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 May 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2020 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
- (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.

STATEMENT OF FINANCIAL POSITION - continued
31 May 2020

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 7 January 2021 and were signed on its behalf by:

J E Scott - Director

R Scott - Director

**NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 May 2020**

1. STATUTORY INFORMATION

Westcut Engineering Limited is a private company, limited by shares, registered in Not specified/Other. 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 - 33% on cost, 25% on reducing balance, 25% on cost, 20% on cost and 10% on reducing balance

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 statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

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.

Going concern

The directors have assessed whether the company is a going concern and have considered all available information about the future and are confident of the company's ability to continue as a going concern.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 May 2020

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 36 (2019 - 20) .

4. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 June 2019	5,695	961,474	11,954
Additions	-	205,413	-
Disposals	-	(176,362)	-
At 31 May 2020	<u>5,695</u>	<u>990,525</u>	<u>11,954</u>
DEPRECIATION			
At 1 June 2019	5,695	667,855	8,409
Charge for year	-	39,639	886
Eliminated on disposal	-	(147,790)	-
At 31 May 2020	<u>5,695</u>	<u>559,704</u>	<u>9,295</u>
NET BOOK VALUE			
At 31 May 2020	<u>-</u>	<u>430,821</u>	<u>2,659</u>
At 31 May 2019	<u>-</u>	<u>293,619</u>	<u>3,545</u>
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 June 2019	19,583	74,101	1,072,807
Additions	-	28,157	233,570
Disposals	-	(10,305)	(186,667)
At 31 May 2020	<u>19,583</u>	<u>91,953</u>	<u>1,119,710</u>
DEPRECIATION			
At 1 June 2019	19,583	71,736	773,278
Charge for year	-	6,420	46,945
Eliminated on disposal	-	(10,305)	(158,095)
At 31 May 2020	<u>19,583</u>	<u>67,851</u>	<u>662,128</u>
NET BOOK VALUE			
At 31 May 2020	<u>-</u>	<u>24,102</u>	<u>457,582</u>
At 31 May 2019	<u>-</u>	<u>2,365</u>	<u>299,529</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 May 2020

4. TANGIBLE FIXED ASSETS - continued

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

	Plant and machinery £	Computer equipment £	Totals £
COST			
At 1 June 2019	257,325	10,305	267,630
Disposals	-	(10,305)	(10,305)
At 31 May 2020	<u>257,325</u>	<u>-</u>	<u>257,325</u>
DEPRECIATION			
At 1 June 2019	101,419	10,305	111,724
Eliminated on disposal	-	(10,305)	(10,305)
At 31 May 2020	<u>101,419</u>	<u>-</u>	<u>101,419</u>
NET BOOK VALUE			
At 31 May 2020	<u>155,906</u>	<u>-</u>	<u>155,906</u>
At 31 May 2019	<u>155,906</u>	<u>-</u>	<u>155,906</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/5/20 £	31/5/19 £
Trade debtors	97,438	164,944
Other debtors	<u>9,978</u>	<u>9,316</u>
	<u>107,416</u>	<u>174,260</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/5/20 £	31/5/19 £
Hire purchase contracts	42,278	-
Trade creditors	109,960	316,996
Taxation and social security	125,255	122,378
Other creditors	<u>11,252</u>	<u>11,881</u>
	<u>288,745</u>	<u>451,255</u>

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

	31/5/20 £	31/5/19 £
Hire purchase contracts	<u>119,504</u>	<u>-</u>

8. RESERVES

	Revaluation reserve £
At 1 June 2019 and 31 May 2020	<u>40,057</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 May 2020

9. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 31 May 2020 and 31 May 2019:

	31/5/20 £	31/5/19 £
R Scott and Mrs P A Scott		
Balance outstanding at start of year	315	315
Amounts advanced	55,000	40,000
Amounts repaid	(55,300)	(40,000)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>15</u>	<u>315</u>
J E Scott and Mrs L Scott		
Balance outstanding at start of year	270	250
Amounts advanced	55,000	40,000
Amounts repaid	(55,225)	(39,980)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>45</u>	<u>270</u>

10. POST BALANCE SHEET EVENTS

" On 11 March 2020 the World Health Organisation declared a pandemic and the consequence of this on the company is expected to be minimal.

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.