

Electronic Manufacturing Solutions Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 31 March 2018

Opus Accounting Limited
Chartered Certified Accountants
Pound Court
Pound Street
Newbury
Berkshire
RG14 6AA

Electronic Manufacturing Solutions Ltd

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Electronic Manufacturing Solutions Ltd

Company Information

Directors Mr Bernard Chubb
Mrs Deborah Jane Chubb

Company secretary Mrs Deborah Jane Chubb

Registered office Pound Court
Pound Street
Newbury
Berkshire
RG14 6AA

Accountants Opus Accounting Limited
Chartered Certified Accountants
Pound Court
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**Chartered Certified Accountants' Report to the Board of Directors on the Preparation of
the Unaudited Statutory Accounts of
Electronic Manufacturing Solutions Ltd
for the Year Ended 31 March 2018**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Electronic Manufacturing Solutions Ltd for the year ended 31 March 2018 as set out on pages 3 to 12 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at <http://www.accaglobal.com/gb/en/discover/public-value/rulebook.html>.

This report is made solely to the Board of Directors of Electronic Manufacturing Solutions Ltd, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Electronic Manufacturing Solutions Ltd and state those matters that we have agreed to state to the Board of Directors of Electronic Manufacturing Solutions Ltd, as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at <http://www.accaglobal.com/gb/en/technical-activities/technical-resources-search/2009/october/factsheet-163-audit-exempt-companies.html>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Electronic Manufacturing Solutions Ltd and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Electronic Manufacturing Solutions Ltd has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Electronic Manufacturing Solutions Ltd. You consider that Electronic Manufacturing Solutions Ltd is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Electronic Manufacturing Solutions Ltd. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

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Opus Accounting Limited
Chartered Certified Accountants
Pound Court
Pound Street
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Berkshire
RG14 6AA

16 July 2018

Electronic Manufacturing Solutions Ltd

Statement of Comprehensive Income for the Year Ended 31 March 2018

	Note	2018 £	2017 £
Profit for the year		<u>352,882</u>	<u>309,338</u>
Total comprehensive income for the year		<u><u>352,882</u></u>	<u><u>309,338</u></u>

The notes on pages 7 to 12 form an integral part of these financial statements.

Electronic Manufacturing Solutions Ltd

(Registration number: 06368386)
Balance Sheet as at 31 March 2018

	Note	2018 £	2017 £
Fixed assets			
Intangible assets	<u>4</u>	41,067	51,075
Tangible assets	<u>5</u>	195,548	281,072
		<u>236,615</u>	<u>332,147</u>
Current assets			
Stocks	<u>6</u>	592,317	492,505
Debtors	<u>7</u>	1,500,361	1,071,510
Cash at bank and in hand		50,898	56,093
		<u>2,143,576</u>	<u>1,620,108</u>
Creditors: Amounts falling due within one year	<u>8</u>	(1,596,474)	(1,412,334)
Net current assets		<u>547,102</u>	<u>207,774</u>
Total assets less current liabilities		783,717	539,921
Creditors: Amounts falling due after more than one year	<u>8</u>	(118,064)	(195,455)
Provisions for liabilities		<u>(24,958)</u>	<u>(40,553)</u>
Net assets		<u>640,695</u>	<u>303,913</u>
Capital and reserves			
Called up share capital		1,000	1,000
Profit and loss account		<u>639,695</u>	<u>302,913</u>
Total equity		<u>640,695</u>	<u>303,913</u>

For the financial year ending 31 March 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

The notes on pages 7 to 12 form an integral part of these financial statements.

Electronic Manufacturing Solutions Ltd

(Registration number: 06368386)

Balance Sheet as at 31 March 2018 (continued)

Approved and authorised by the Board on 16 July 2018 and signed on its behalf by:

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Mr Bernard Chubb

Director

The notes on pages 7 to 12 form an integral part of these financial statements.

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Electronic Manufacturing Solutions Ltd

Statement of Changes in Equity for the Year Ended 31 March 2018

	Share capital £	Profit and loss account £	Total £
At 1 April 2017	1,000	302,913	303,913
Profit for the year	-	352,882	352,882
Total comprehensive income	-	352,882	352,882
Dividends	-	(16,100)	(16,100)
At 31 March 2018	1,000	639,695	640,695
	Share capital £	Profit and loss account £	Total £
At 1 April 2016	1,000	165,775	166,775
Profit for the year	-	309,338	309,338
Total comprehensive income	-	309,338	309,338
Dividends	-	(172,200)	(172,200)
At 31 March 2017	1,000	302,913	303,913

The notes on pages 7 to 12 form an integral part of these financial statements.

Electronic Manufacturing Solutions Ltd

Notes to the Financial Statements for the Year Ended 31 March 2018

1 General information

The company is a private company limited by share capital incorporated in England and Wales.

The address of its registered office is:

Pound Court
Pound Street
Newbury
Berkshire
RG14 6AA
England

These financial statements were authorised for issue by the Board on 16 July 2018.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Plant and machinery	15% on cost
Fixtures and fittings	25% on cost
Motor vehicles	25% on cost

Electronic Manufacturing Solutions Ltd

Notes to the Financial Statements for the Year Ended 31 March 2018 (continued)

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	Straight line over 5 years from the date of purchase.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Electronic Manufacturing Solutions Ltd

Notes to the Financial Statements for the Year Ended 31 March 2018 (continued)

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 33 (2017 - 50).

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 April 2017	378,000	378,000
At 31 March 2018	378,000	378,000
Amortisation		
At 1 April 2017	326,925	326,925
Amortisation charge	10,008	10,008
At 31 March 2018	336,933	336,933
Carrying amount		
At 31 March 2018	41,067	41,067
At 31 March 2017	51,075	51,075

The aggregate amount of research and development expenditure recognised as an expense during the period is £Nil (2017 - £Nil).

Electronic Manufacturing Solutions Ltd

Notes to the Financial Statements for the Year Ended 31 March 2018 (continued)

5 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Other property, plant and equipment £	Total £
Cost or valuation				
At 1 April 2017	54,766	44,793	698,984	798,543
Additions	4,335	-	3,497	7,832
At 31 March 2018	59,101	44,793	702,481	806,375
Depreciation				
At 1 April 2017	47,773	41,479	428,219	517,471
Charge for the year	4,228	2,869	86,259	93,356
At 31 March 2018	52,001	44,348	514,478	610,827
Carrying amount				
At 31 March 2018	7,100	445	188,003	195,548
At 31 March 2017	6,993	3,314	270,765	281,072

6 Stocks

	2018 £	2017 £
Work in progress	231,371	237,832
Finished goods and goods for resale	57,507	45,507
Other inventories	303,439	209,166
	592,317	492,505

7 Debtors

	2018 £	2017 £
Trade debtors	715,130	676,326
Other debtors	785,231	395,184
Total current trade and other debtors	1,500,361	1,071,510

Electronic Manufacturing Solutions Ltd

Notes to the Financial Statements for the Year Ended 31 March 2018 (continued)

8 Creditors

	Note	2018 £	2017 £
Due within one year			
Trade creditors		648,128	487,722
Taxation and social security		119,066	148,687
Other creditors		829,280	775,925
		<u>1,596,474</u>	<u>1,412,334</u>
Due after one year			
Other non-current financial liabilities		<u>118,064</u>	<u>195,455</u>

9 Dividends

	2018 £	2017 £
Final dividend of £16,100.00 (2017 - £172,200.00) per ordinary share	-	-

10 Related party transactions

Transactions with directors

	At 1 April 2017 £	Advances to directors £	Repayments by director £	At 31 March 2018 £
2018				
Mr Bernard Chubb				
Loan to director	50,758	302,087	(50,758)	302,087
Mrs Deborah Jane Chubb				
Loan to director	50,755	302,087	(50,755)	302,087
2017				
Mr Bernard Chubb				
Loan to director	70,337	50,758	(70,337)	50,758
Mrs Deborah Jane Chubb				
Loan to director	70,337	50,755	(70,337)	50,755

Electronic Manufacturing Solutions Ltd

Notes to the Financial Statements for the Year Ended 31 March 2018 (continued)

Directors' remuneration

The directors' remuneration for the year was as follows:

	2018 £	2017 £
Remuneration	<u>16,320</u>	<u>16,080</u>

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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.