

Electronic Manufacturing Solutions Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 31 March 2021

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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Electronic Manufacturing Solutions Ltd

(Registration number: 06368386)
Balance Sheet as at 31 March 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	<u>5</u>	1,571,079	1,646,633
Current assets			
Stocks	<u>6</u>	1,369,512	1,441,839
Debtors	<u>7</u>	1,097,616	1,275,608
Cash at bank and in hand		<u>512,610</u>	<u>332,870</u>
		2,979,738	3,050,317
Creditors: Amounts falling due within one year	<u>8</u>	<u>(2,198,836)</u>	<u>(3,036,206)</u>
Net current assets		<u>780,902</u>	<u>14,111</u>
Total assets less current liabilities		2,351,981	1,660,744
Creditors: Amounts falling due after more than one year	<u>8</u>	<u>(1,526,333)</u>	<u>(920,567)</u>
Provisions for liabilities		<u>(74,499)</u>	<u>(68,956)</u>
Net assets		<u>751,149</u>	<u>671,221</u>
Capital and reserves			
Called up share capital	<u>9</u>	1,000	1,000
Profit and loss account		<u>750,149</u>	<u>670,221</u>
Shareholders' funds		<u>751,149</u>	<u>671,221</u>

For the financial year ending 31 March 2021 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.

Approved and authorised by the Board on 26 May 2021 and signed on its behalf by:

Electronic Manufacturing Solutions Ltd

(Registration number: 06368386)

Balance Sheet as at 31 March 2021 (continued)

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Mr Bernard Chubb
Director

Electronic Manufacturing Solutions Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

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
UK

These financial statements were authorised for issue by the Board on 26 May 2021.

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.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rate on the date when the fair value is re-measured.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

Electronic Manufacturing Solutions Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021 (continued)

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the balance sheet 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

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.

Electronic Manufacturing Solutions Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021 (continued)

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.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

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.

Electronic Manufacturing Solutions Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021 (continued)

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 50 (2020 - 55).

Electronic Manufacturing Solutions Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021 (continued)

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 April 2020	378,000	378,000
At 31 March 2021	378,000	378,000
Amortisation		
At 1 April 2020	378,000	378,000
At 31 March 2021	378,000	378,000
Carrying amount		
At 31 March 2021	-	-

5 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Other tangible assets £	Total £
Cost or valuation				
At 1 April 2020	721,395	100,065	1,671,109	2,492,569
Additions	-	16,470	2,944	19,414
Disposals	-	(57,034)	(132,247)	(189,281)
At 31 March 2021	721,395	59,501	1,541,806	2,322,702
Depreciation				
At 1 April 2020	1,712	64,918	779,306	845,936
Charge for the year	3,829	8,736	82,402	94,967
Eliminated on disposal	-	(57,034)	(132,246)	(189,280)
At 31 March 2021	5,541	16,620	729,462	751,623
Carrying amount				
At 31 March 2021	715,854	42,881	812,344	1,571,079
At 31 March 2020	719,683	35,147	891,803	1,646,633

Included within the net book value of land and buildings above is £715,854 (2020 - £719,683) in respect of freehold land and buildings.

Electronic Manufacturing Solutions Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021 (continued)

6 Stocks

	2021 £	2020 £
Work in progress	446,600	684,594
Finished goods and goods for resale	103,811	96,191
Other inventories	819,101	661,054
	<u>1,369,512</u>	<u>1,441,839</u>

7 Debtors

	2021 £	2020 £
Trade debtors	748,647	674,488
Prepayments	52,681	101,031
Other debtors	296,288	500,089
	<u>1,097,616</u>	<u>1,275,608</u>

Electronic Manufacturing Solutions Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021 (continued)

8 Creditors

Creditors: amounts falling due within one year

	2021 £	2020 £
Due within one year		
Trade creditors	615,093	984,494
Taxation and social security	187,230	307,591
Accruals and deferred income	381,270	684,686
Other creditors	1,015,243	1,059,435
	<u>2,198,836</u>	<u>3,036,206</u>

Creditors: amounts falling due after more than one year

	2021 £	2020 £
Due after one year		
Other non-current financial liabilities	<u>1,526,333</u>	<u>920,567</u>

9 Share capital

Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary of £1 each	1,000	1,000	1,000	1,000
	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

10 Dividends

Interim dividends paid

	2021 £	2020 £
Interim dividend of £274 (2020 - £376) per each Ordinary	<u>273,835</u>	<u>376,244</u>

Electronic Manufacturing Solutions Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021 (continued)

11 Related party transactions

Transactions with directors

	At 1 April 2020 £	Repayments by director £	At 31 March 2021 £
2021			
Mr Bernard Chubb			
Loan to director	81,500	(30,000)	51,500
Mrs Deborah Jane Chubb			
Loan to director	81,500	(30,000)	51,500

	At 1 April 2019 £	Advances to directors £	Repayments by director £	At 31 March 2020 £
2020				
Mr Bernard Chubb				
Loan to director	426,631	65,645	(410,776)	81,500
Mrs Deborah Jane Chubb				
Loan to director	426,631	65,644	(410,775)	81,500

Directors' remuneration

The directors' remuneration for the year was as follows:

	2021 £	2020 £
Remuneration	12,089	17,256

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.