

Unaudited Financial Statements
for the Year Ended 31 December 2020
for
ELECTRIC MOTORS & GEARBOXES LIMITED

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for the year ended 31 December 2020**

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ELECTRIC MOTORS & GEARBOXES LIMITED

**Company Information
for the year ended 31 December 2020**

DIRECTORS: M A Rudge
S A Bennett

SECRETARY: S A Bennett

REGISTERED OFFICE: Unit 103 Morgan Close
Ashmore Lakes
Willenhall
West Midlands
WV12 4LH

REGISTERED NUMBER: 06448990 (England and Wales)

ACCOUNTANTS: Stanley Yule Chartered Accountants
Waterside House
Waterside Business Park
1649 Pershore Road
Birmingham
West Midlands
B30 3DR

Balance Sheet
31 December 2020

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Tangible assets	4		18,907		15,265
CURRENT ASSETS					
Stocks		99,720		98,762	
Debtors	5	239,747		181,823	
Cash at bank and in hand		<u>276,619</u>		<u>97,190</u>	
		616,086		377,775	
CREDITORS					
Amounts falling due within one year	6	<u>377,585</u>		<u>262,364</u>	
NET CURRENT ASSETS			<u>238,501</u>		<u>115,411</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>257,408</u>		<u>130,676</u>
CREDITORS					
Amounts falling due after more than one year	7		(44,167)		-
PROVISIONS FOR LIABILITIES			<u>(3,592)</u>		<u>(2,892)</u>
NET ASSETS			<u>209,649</u>		<u>127,784</u>
CAPITAL AND RESERVES					
Called up share capital			2		2
Retained earnings			<u>209,647</u>		<u>127,782</u>
SHAREHOLDERS' FUNDS			<u>209,649</u>		<u>127,784</u>

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

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

Balance Sheet - continued
31 December 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 27 April 2021 and were signed on its behalf by:

S A Bennett - Director

M A Rudge - Director

Notes to the Financial Statements
for the year ended 31 December 2020

1. **STATUTORY INFORMATION**

Electric Motors & Gearboxes 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 represents net invoiced sales of goods and services, excluding value added tax arising from the sale and supply of electric motors and gearboxes. Income is recognised on despatch of goods or on delivery of a service.

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 - 33% on cost, 25% on reducing balance and 20% 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.

Cost is defined as the initial purchase price of parts and raw materials, including import duties, handling costs and delivery, together with direct costs of production - labour and consumables, together with an estimated overhead allocation to the labour costs incurred.

Net realisable value is the estimated proceeds from the sale of items of stock, less all further costs to be incurred in marketing, selling and distributing the items in question.

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.

**Notes to the Financial Statements - continued
for the year ended 31 December 2020**

2. ACCOUNTING POLICIES - continued

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.

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.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 8 (2019 - 8).

Notes to the Financial Statements - continued
for the year ended 31 December 2020

4. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1 January 2020	54,105
Additions	8,776
At 31 December 2020	<u>62,881</u>
DEPRECIATION	
At 1 January 2020	38,840
Charge for year	5,134
At 31 December 2020	<u>43,974</u>
NET BOOK VALUE	
At 31 December 2020	<u>18,907</u>
At 31 December 2019	<u>15,265</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	236,679	177,430
Other debtors	3,068	4,393
	<u>239,747</u>	<u>181,823</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Bank loans and overdrafts	5,833	-
Trade creditors	223,385	144,396
Amounts owed to associates	5,748	3,448
Taxation and social security	72,263	42,330
Other creditors	70,356	72,190
	<u>377,585</u>	<u>262,364</u>

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

	2020 £	2019 £
Bank loans	<u>44,167</u>	<u>-</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.