

Financial Statements
for the Period 1 July 2019 to 31 October 2020
for
Sweetnam & Bradley Limited

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for the Period 1 July 2019 to 31 October 2020

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Sweetnam & Bradley Limited
Company Information
for the Period 1 July 2019 to 31 October 2020

DIRECTORS:

N G Roberts
Mrs B B Roberts
C Olejnik
N Johnson
C Honer

REGISTERED OFFICE:

Industrial Estate
Gloucester Road
Malmesbury
Wiltshire
SN16 0DY

REGISTERED NUMBER:

06519223 (England and Wales)

Sweetnam & Bradley Limited (Registered number: 06519223)

Balance Sheet
31 October 2020

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Tangible assets	4		417,879		479,804
CURRENT ASSETS					
Stocks	5	118,286		196,724	
Debtors	6	375,866		360,537	
Cash at bank and in hand		495,464		1,167,258	
		<u>989,616</u>		<u>1,724,519</u>	
CREDITORS					
Amounts falling due within one year	7	<u>391,446</u>		<u>360,462</u>	
NET CURRENT ASSETS			<u>598,170</u>		<u>1,364,057</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,016,049		1,843,861
PROVISIONS FOR LIABILITIES			<u>77,456</u>		<u>88,000</u>
NET ASSETS			<u>938,593</u>		<u>1,755,861</u>
CAPITAL AND RESERVES					
Called up share capital			1,000		1,000
Retained earnings			<u>937,593</u>		<u>1,754,861</u>
			<u>938,593</u>		<u>1,755,861</u>

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 Comprehensive Income has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 31 March 2021 and were signed on its behalf by:

C Olejnik - Director

Notes to the Financial Statements
for the Period 1 July 2019 to 31 October 2020

1. STATUTORY INFORMATION

Sweetnam & Bradley Ltd 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 the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

These financial statements have been prepared for the 16 month period from 1 July 2019 to 31 October 2020. The reported period has been extended beyond 12 months because the accounting reference date of the company has been changed from 30 June to 31 October to align with that of the parent company.

Functional and presentation currency

The company's functional and presentation currency is Sterling (£).

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Turnover is measured at the fair value of the consideration received or receivable. Turnover is reduced for customer returns, rebates or other similar allowances and is net of value added taxes. Turnover includes revenue earned from the sale of goods.

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- the company retains neither continuing managerial involvement to the degree associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction can be measured reliably.

Specifically, revenue from the sale of goods is primarily recognised upon delivery of the goods to the customer.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Tangible fixed assets are stated at cost or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended by management.

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Motor vehicles	- 25% on reducing balance
Plant & machinery	- 15% on reducing balance
Office equipment	- 25% on reducing balance
Furniture & fixtures	- 15% on reducing balance

The assets' residual values and useful lives are reviewed, and adjusted, if appropriate, at the end of each reporting period. The effect of any changes is accounted for prospectively.

Tangible assets are derecognised on disposal or when no future economic benefits are expected. On disposal, the difference between the net disposal proceeds and the carrying amount is recognised in profit or loss.

Repairs and maintenance costs are expensed as incurred.

Notes to the Financial Statements - continued
for the Period 1 July 2019 to 31 October 2020

2. ACCOUNTING POLICIES - continued

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Stock is stated at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost is determined using the first-in, first-out method. Stock is recognised as an expense in the period in which the related revenue is recognised.

The cost of finished goods and work in progress comprises direct materials, and where applicable those overheads that have been incurred in bringing the stocks to their present location and condition.

At the end of each reporting period stock is assessed for impairment. If an item of stock is impaired, the identified stock is reduced to its selling price less costs to complete and sell and an impairment is recognised in the profit and loss account. Where a reversal of the impairment is recognised the impairment charge is reversed, up to the original impairment loss, and is recognised as a credit in the profit and loss account.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the statement of financial position, bank overdrafts are shown within borrowings or current liabilities.

Taxation

Taxation for the period comprises current and deferred tax. Tax is recognised in the Income Statement, 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.

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.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Hire purchase and leasing commitments

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.

Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new ordinary shares or options are shown in equity as a deduction, net of tax, from the proceeds.

Government grants

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the period was 38 (2019 - 41) .

Notes to the Financial Statements - continued
for the Period 1 July 2019 to 31 October 2020

4. TANGIBLE FIXED ASSETS

	Plant and machinery £	Furniture and fixtures £	Motor vehicles £	Office equipment £	Totals £
COST					
At 1 July 2019	893,473	16,903	37,196	29,741	977,313
Additions	-	2,201	35,018	7,941	45,160
Disposals	-	-	(12,612)	-	(12,612)
At 31 October 2020	<u>893,473</u>	<u>19,104</u>	<u>59,602</u>	<u>37,682</u>	<u>1,009,861</u>
DEPRECIATION					
At 1 July 2019	446,795	12,010	34,036	4,668	497,509
Charge for period	85,986	1,313	10,527	8,857	106,683
Eliminated on disposal	-	-	(12,210)	-	(12,210)
At 31 October 2020	<u>532,781</u>	<u>13,323</u>	<u>32,353</u>	<u>13,525</u>	<u>591,982</u>
NET BOOK VALUE					
At 31 October 2020	<u>360,692</u>	<u>5,781</u>	<u>27,249</u>	<u>24,157</u>	<u>417,879</u>
At 30 June 2019	<u>446,678</u>	<u>4,893</u>	<u>3,160</u>	<u>25,073</u>	<u>479,804</u>

5. STOCKS

	2020 £	2019 £
Stocks	<u>118,286</u>	<u>196,724</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	331,878	260,598
Amounts owed by group undertakings	-	2,644
Other debtors	-	2,020
Directors' current accounts	-	14,880
Prepayments	43,988	80,395
	<u>375,866</u>	<u>360,537</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade creditors	69,213	105,196
Amounts owed to group undertakings	75,194	-
Tax	44,066	50,319
Social security and other taxes	20,013	18,653
VAT	91,799	64,502
Other creditors	11,661	13,863
Accruals and deferred income	79,500	107,929
	<u>391,446</u>	<u>360,462</u>

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions totalling £5,887 (2019: £5,136) were payable to the fund at the balance sheet date and are included in other creditors.

Notes to the Financial Statements - continued
for the Period 1 July 2019 to 31 October 2020

8. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2020	2019
	£	£
Within one year	87,520	91,968
Between one and five years	324,083	334,698
In more than five years	306,667	386,667
	<u>718,270</u>	<u>813,333</u>

9. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

David Iain Black (Senior Statutory Auditor)
for and on behalf of MHA Monahans

10. RELATED PARTY DISCLOSURES

The company is a wholly owned subsidiary of Megasteel Limited. The parent company is responsible for drawing up the consolidated financial statements for the group of which the company is a member.

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with other wholly owned subsidiaries within the group, or with the parent company.

11. ULTIMATE CONTROLLING PARTY

Sweetnam & Bradley Limited is a wholly-owned subsidiary of Megasteel Limited, a company incorporated in England and Wales.

Megasteel Limited, is the parent of the largest and smallest group in which the company is a member and for which group financial statements are prepared. The consolidated financial statements of Megasteel Limited can be obtained from the following address - Rodbourne Rail Business Centre, Grange Lane, Malmesbury, Wiltshire, SN16 0ES.

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.