

COMPANY REGISTRATION NUMBER: 02496082

**Sawcraft UK Limited**

**Filleted Unaudited Financial Statements**

**31 December 2021**

# Sawcraft UK Limited

## Statement of Financial Position

**31 December 2021**

		2021	2020
	Note	£	£
<b>Fixed assets</b>			
Tangible assets	5	752,570	461,786
<b>Current assets</b>			
Stocks		460,020	538,506
Debtors	6	275,378	298,212
Cash at bank and in hand		165,469	39,098
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		900,867	875,816
<b>Creditors: amounts falling due within one year</b>	7	594,245	574,157
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<b>Net current assets</b>		306,622	301,659
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<b>Total assets less current liabilities</b>		1,059,192	763,445
<b>Creditors: amounts falling due after more than one year</b>	8	83,250	84,275
<b>Provisions</b>			
Taxation including deferred tax		98,919	42,561
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<b>Net assets</b>		877,023	636,609
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<b>Capital and reserves</b>			
Called up share capital		3,000	3,000
Capital redemption reserve		45,000	45,000
Fair value reserve		389,625	144,625
Profit and loss account		439,398	443,984
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<b>Shareholders funds</b>		877,023	636,609
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These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of comprehensive income has not been delivered.

For the year ending 31 December 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 financial statements for the year in question in accordance with section 476 ;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements .

# **Sawcraft UK Limited**

## **Statement of Financial Position** *(continued)*

**31 December 2021**

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These financial statements were approved by the board of directors and authorised for issue on 25 February 2022 ,  
and are signed on behalf of the board by:

Mr A Hicks Mrs K Hicks

Director Director

Company registration number: 02496082

# **Sawcraft UK Limited**

## **Notes to the Financial Statements**

**Year ended 31 December 2021**

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### **1. General information**

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Pennicricket Lane, Rowley Regis, West Midlands, B65 0RE.

### **2. Statement of compliance**

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

### **3. Accounting policies**

#### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

#### **Going concern**

At the time of approving the financial statements, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements. In reaching their judgement regarding going concern, the directors have considered the impact of the global Covid-19 pandemic on the company's activities. Although the pandemic is causing economic disruption, the long-term extent and quantum of that disruption remains unknown as at the date of approving these financial statement.

#### **Disclosure exemptions**

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102.

#### **Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

#### **Revenue recognition**

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax. Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

**Income tax**

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively. Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that 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 that are expected to apply to the reversal of the timing difference.

**Foreign currencies**

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the profit and loss account.

**Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

**Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and machinery	-	15% reducing balance
Fixtures and fittings	-	15% reducing balance
Motor vehicles	-	25% reducing balance
Equipment	-	25% straight line

**Impairment of fixed assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

**Stocks**

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

**Finance leases and hire purchase contracts**

Assets held under finance leases and hire purchase contracts are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset. Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

**Government grants**

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received. Government grants are recognised using the accrual model and the performance model. Under the accrual model, government grants relating to revenue are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate. Grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the entity with no future related costs are recognised in income in the period in which it becomes receivable. Grants relating to assets are recognised in income on a systematic basis 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 and not deducted from the carrying amount of the asset. Under the performance model, where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

**Provisions**

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense. Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

**Financial instruments**

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

### Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

### 4. Particulars of employees

The average number of persons employed by the company during the year amounted to 8 (2020: 10 ).

### 5. Tangible assets

	Land and buildings £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Equipment £	Total £
<b>Cost or valuation</b>						
At 1 Jan 2021	350,000	460,601	52,871	61,286	51,748	976,506
Additions	—	2,163	—	75,374	1,783	79,320
Disposals	—	—	—	( 3,840)	( 1,074)	( 4,914)
Revaluations	245,000	—	—	—	—	245,000
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<b>At 31 Dec 2021</b>	<b>595,000</b>	<b>462,764</b>	<b>52,871</b>	<b>132,820</b>	<b>52,457</b>	<b>1,295,912</b>
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<b>Depreciation</b>						
At 1 Jan 2021	—	383,910	46,620	32,694	51,496	514,720
Charge for the year	—	11,568	937	19,251	362	32,118
Disposals	—	—	—	( 2,423)	( 1,073)	( 3,496)
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<b>At 31 Dec 2021</b>	<b>—</b>	<b>395,478</b>	<b>47,557</b>	<b>49,522</b>	<b>50,785</b>	<b>543,342</b>
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<b>Carrying amount</b>						
<b>At 31 Dec 2021</b>	<b>595,000</b>	<b>67,286</b>	<b>5,314</b>	<b>83,298</b>	<b>1,672</b>	<b>752,570</b>
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At 31 Dec 2020	350,000	76,691	6,251	28,592	252	461,786
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### Tangible assets held at valuation

Freehold property was revalued by Scrivens & Co. in 2021. The revaluation amount was £595,000.

### 6. Debtors

	2021 £	2020 £
Trade debtors	247,723	296,114
Prepayments and accrued income	1,493	2,098
Other debtors	26,162	—
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	<b>275,378</b>	<b>298,212</b>
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**7. Creditors: amounts falling due within one year**

	2021	2020
	£	£
Bank loans and overdrafts	45,773	47,443
Trade creditors	365,498	273,088
Accruals and deferred income	2,950	3,600
Corporation tax	19,551	20,325
Social security and other taxes	23,340	88,721
Obligations under finance leases and hire purchase contracts	10,158	4,271
Director loan accounts	9,655	938
Other creditors	117,320	135,771
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	594,245	574,157
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Included in other creditors is £62,920 (2020: £135,771) that relates to a discounting loan.

**8. Creditors: amounts falling due after more than one year**

	2021	2020
	£	£
Bank loans and overdrafts	17,596	62,539
Obligations under finance leases and hire purchase contracts	65,654	21,736
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	83,250	84,275
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**9. Commitments under operating leases**

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2021	2020
	£	£
Not later than 1 year	2,918	7,004
Later than 1 year and not later than 5 years	—	2,918
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	2,918	9,922
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**10. Directors' advances, credits and guarantees**

During the year the directors entered into the following advances and credits with the company:

	2021		
	Balance	Advances/	Balance
	brought forward	(credits) to the	outstanding
	£	directors	£
Mr A M Hicks	( 469)	( 4,359)	( 4,828)
Mrs K Hicks	( 469)	( 4,358)	( 4,827)
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	( 938)	( 8,717)	( 9,655)
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	2020		
	Balance	Advances/	Balance
	brought forward	(credits) to the	outstanding
	£	directors	£
Mr A M Hicks	( 39,533)	39,064	( 469)
Mrs K Hicks	( 39,532)	39,063	( 469)
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	( 79,065)	78,127	( 938)
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**11. Related party transactions**

The company was under the control of Mr A Hicks and Mrs K Hicks throughout the current and previous year. Mr A Hicks and Mrs K Hicks are equal shareholders. No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.

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.