

Company No. 10165672

GREY MECHANICS LTD

**REPORT OF THE DIRECTOR
AND ACCOUNTS
FOR THE YEAR ENDED
31 MAY 2021**



REPORT OF THE DIRECTOR

The director presents his report and the accounts of the company for the year ended 31 May 2021.

PRINCIPAL ACTIVITIES

The company continued to trade as mechanical engineers.

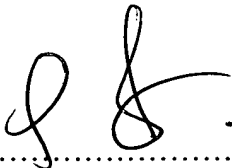
DIRECTORS

The directors of the company during the year were as follows:-

P. Kay

The above report has been prepared in accordance with the small companies regime of the Companies Act 2006.

On Behalf of the Board



.....
P. Kay - Director

Date: 18 February 2022

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going-concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

GREY MECHANICS LTD**31 MAY 2021****BALANCE SHEET**

	<u>Note</u>	<u>2021</u>	<u>2020</u>
		£	£
FIXED ASSETS			
Tangible Assets	3	636	847
CURRENT ASSETS			
Debtors	4	2380	2
Cash at Bank		13967	34213
		<u>16347</u>	<u>34215</u>
CURRENT LIABILITIES			
Creditors falling due within one year	5	10151	18294
NET CURRENT ASSETS		<u>6196</u>	<u>15921</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>6832</u>	<u>16768</u>
CREDITORS FALLING DUE AFTER MORE THAN ONE YEAR	6	41277	-
PROVISIONS FOR LIABILITIES	7	121	161
		<u>41398</u>	<u>161</u>
		£ (34566)	£ 16607
CAPITAL AND RESERVES			
Called-Up Share Capital		2	2
Profit & Loss Account		(34568)	16605
SHAREHOLDERS' FUNDS		<u>£ (34566)</u>	<u>£ 16607</u>

Continued on Page 4

BALANCE SHEET (CONTINUED)

For the financial year ended 31 May 2021 the company was entitled to exemption from audit under Section 477 of the Companies Act 2006 relating to small companies.

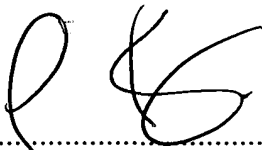
For the year in question no notice has been deposited under Section 476 requiring the company to obtain an audit of its accounts.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions of the Companies Act 2006 applicable to companies subject to the small companies regime.

In accordance with Section 444 (5A) the company has chosen not to file the company's Profit & Loss Account.

Approved by the Board on 18 February 2022
and signed on its behalf

A handwritten signature in black ink, consisting of a large loop followed by a stylized 'K' and 'Y'.

.....
P. Kay - Director

STATEMENT OF CHANGES IN EQUITY

	<u>SHARE CAPITAL</u>	<u>PROFIT & LOSS ACCOUNT</u>	<u>TOTAL</u>
	<u>£</u>	<u>£</u>	<u>£</u>
At 1 June 2019	2	(22326)	(22324)
Profit for the Year to 31 May 2020 (= Total Comprehensive Income for Year)		68651	68651
Dividends		(29720)	(29720)
At 31 May 2020	£ 2	16605	16607
Profit/(Loss) for the Year to 31 May 2021 (= Total Comprehensive Income for Year)		(6123)	(6123)
Dividends		(45050)	(45050)
At 31 May 2021	£ 2	(34568)	(34566)

NOTES TO THE ACCOUNTS

1. ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the company's affairs.

(a) Basis of preparation

The financial statements set out on pages 3 to 9 are prepared under the historical cost accounting rules and in accordance with FRS102 Section 1A Small-Entities - The Financial Reporting Standard Applicable In The U.K. And Republic Of Ireland, and the Companies Act 2006.

(b) Depreciation

Depreciation is provided on all tangible fixed assets at rates calculated to write-off the cost less estimated residual value of each asset over its expected useful life, as follows:-

Fixtures, Fittings, Tools & Equipment - 25% per annum ('reducing-balance' basis)

(c) Taxation

The charge for taxation is based on the profit or loss for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes. Provision is made for deferred tax in respect of all material timing differences.

(d) Government Grants (COVID-19)

Grants are recognised in the Profit & Loss Account in an appropriate manner that matches them with the expenditure towards which they are intended to contribute.

Grants for immediate financial support or to cover costs already incurred are recognised immediately in the Profit & Loss Account. Grants towards general activities of the company over a specific period are recognised in the Profit & Loss Account over that period.

All grants in the Profit & Loss Account are recognised when all conditions for receipt have been complied with.

NOTES TO THE ACCOUNTS (CONTINUED)**2. STAFF NUMBERS**

The average number of persons, including directors, employed by the company was two (2020 = 2).

**3. TANGIBLE FIXED ASSETS
(Fixtures, Fittings, Tools & Equipment)**

<u>2021</u>	<u>2020</u>
<u>£</u>	<u>£</u>

Cost:

At 1 June 2020	1396	768
Additions	-	628
	<hr/>	<hr/>
To 31 May 2021	1396	1396
	<hr/>	<hr/>

Depreciation:

At 1 June 2020	549	267
Charge for the Year	211	282
	<hr/>	<hr/>
To 31 May 2021	760	549
	<hr/>	<hr/>

Written-down Value:

At 31 May 2021	£ 636	£ 847
	<hr/> <hr/>	<hr/> <hr/>
At 31 May 2020	£ 847	£ 501
	<hr/> <hr/>	<hr/> <hr/>

4. DEBTORS

<u>£</u>	<u>£</u>
Other Debtors	984
Other Taxation	-
Corporation Tax refundable	2
	<hr/>
£ 2380	-
<hr/> <hr/>	<hr/> <hr/>
£ 2380	£ 2
<hr/> <hr/>	<hr/> <hr/>

NOTES TO THE ACCOUNTS (CONTINUED)

	<u>2021</u>	<u>2020</u>
5. <u>CREDITORS : falling due within one year</u>	<u>£</u>	<u>£</u>
Accrued Expenses	1392	2130
Corporation Tax payable	-	16037
Director's Current Account	36	127
Bank Loan (*)	8723	-
	<u>£ 10151</u>	<u>£ 18294</u>

6. CREDITORS : falling due after more than one year

Bank Loan (*)	£ 41277	£ -
	<u>£ 41277</u>	<u>£ -</u>

(*) This is a Government Assistance loan.

7. PROVISIONS FOR LIABILITIES
(Deferred Taxation Provision)

The movement on this account during the year was as follows:-

At the beginning of the year	161	95
Charge/(Credit) to Profit & Loss Account	(40)	66
	<u>£ 121</u>	<u>£ 161</u>

End of Year balance (@ 19%) comprises:-

Accelerated Capital Allowances	£ 121	£ 161
	<u>£ 121</u>	<u>£ 161</u>

8. COMMITMENTS

There were no outstanding commitments for capital expenditure, and no contingent liabilities not provided for (2020 = £Nil).

NOTES TO THE ACCOUNTS (CONTINUED)**9. RELATED PARTY TRANSACTIONS**

	<u>2021</u>	<u>2020</u>
(a) Directors' emoluments were as follows:-	<u>£</u>	<u>£</u>
Wages/Salaries	8820	8671
Social Security Costs	4	-
	<u>£ 8824</u>	<u>£ 8671</u>

- (b) By virtue of his shareholding the director had the benefit of dividends paid by the company during the year amounting to £25050 (2020 = £19260).

10. ULTIMATE CONTROLLING PARTY

The company's ultimate controlling party is the director by virtue of his ownership of 50% of the issued share capital of the company and his control of the board of directors.

11. ADDITIONAL INFORMATION

The company Grey Mechanics Ltd is a private company limited by shares, incorporated in England & Wales under Registered No. 10165672.

The Registered Office is:-

6 Marigold Walk, Sleaford, Lincolnshire NG34 7JR