

Unaudited Financial Statements for the Year Ended 31 March 2023

for

SFS Electrical Ltd

SFS Electrical Ltd (Registered number: 07113297)

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for the Year Ended 31 March 2023**

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Balance Sheet

31 March 2023

	Notes	31.3.23 £	31.3.22 £
Fixed assets			
Tangible assets	5	1,594	1,740
Current assets			
Stocks		12,000	12,946
Debtors	6	46,818	32,210
Cash at bank		-	10,627
		<u>58,818</u>	<u>55,783</u>
Creditors			
Amounts falling due within one year	7	<u>(55,173)</u>	<u>(36,641)</u>
Net current assets		<u>3,645</u>	<u>19,142</u>
Total assets less current liabilities		<u>5,239</u>	<u>20,882</u>
Creditors			
Amounts falling due after more than one year	8	(23,023)	(27,357)
Provisions for liabilities		-	(330)
Net liabilities		<u>(17,784)</u>	<u>(6,805)</u>
Capital and reserves			
Called up share capital		100	100
Retained earnings		<u>(17,884)</u>	<u>(6,905)</u>
		<u>(17,784)</u>	<u>(6,805)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2023 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his 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.

The notes form part of these financial statements

Balance Sheet - continued
31 March 2023

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 director and authorised for issue on 19 December 2023 and were signed by:

Mr S F Scott - Director

**Notes to the Financial Statements
for the Year Ended 31 March 2023**

1. General information

SFS Electrical Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address are as below:

Registered number: 07113297

Registered office: 10 Oak Street
Fakenham
Norfolk
NR21 9DY

2. Statement of compliance

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.

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.

Critical accounting 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 benefit will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Tangible fixed assets

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

Plant and machinery - 25% p.a. reducing balance

Stocks

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

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

3. Accounting policies - continued

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised in profit or loss immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised. 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.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

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 March 2023

3. **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.

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.

Going concern

At 31 March 2023, the company's net liabilities exceeded its net assets by £17,784 (2022: £6,805). It is on the continued support of the company creditors that the company relies in order to continue trading as a going concern. The accounts have therefore been prepared on this basis.

4. **Employees and directors**

The average number of employees during the year was 3 (2022 - 3) .

5. **Tangible fixed assets**

	Plant and machinery £
Cost	
At 1 April 2022	23,742
Additions	295
At 31 March 2023	<u>24,037</u>
Depreciation	
At 1 April 2022	22,002
Charge for year	441
At 31 March 2023	<u>22,443</u>
Net book value	
At 31 March 2023	<u>1,594</u>
At 31 March 2022	<u>1,740</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

6. Debtors: amounts falling due within one year

	31.3.23	31.3.22
	£	£
Trade debtors	222	-
Other debtors	46,596	32,210
	<u>46,818</u>	<u>32,210</u>

7. Creditors: amounts falling due within one year

	31.3.23	31.3.22
	£	£
Bank loans and overdrafts	10,500	9,951
Trade creditors	15,946	8,010
Tax	4,613	7,485
Pension payable	120	84
VAT	2,233	1,809
Credit card	19,391	7,694
Accrued expenses	2,370	1,608
	<u>55,173</u>	<u>36,641</u>

In respect of creditors falling due within one year £4,335 (2022: £3,843) are secured by the company.

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

	31.3.23	31.3.22
	£	£
Bank loans - more than one year	23,023	27,357
	<u>23,023</u>	<u>27,357</u>

In respect of creditors falling due within after more than one year £23,023 (2022: £27,357) are secured by the company.

9. Director's advances, credits and guarantees

At 31 March 2023 the directors owed the company £29,295. At 31 March 2022 the directors owed the company £19,405.

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.