

REGISTERED NUMBER: 02891101 (England and Wales)

Abbreviated Unaudited Accounts for the Year Ended 30 June 2014

for

Severn Machine Tools Limited



Severn Machine Tools Limited (Registered number: 02891101)

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for the Year Ended 30 June 2014**

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Severn Machine Tools Limited

Company Information
for the Year Ended 30 June 2014

DIRECTOR: Mr WA Gerrard

SECRETARY: Mrs HA Gerrard

REGISTERED OFFICE: Bellarmine House
14 Upper Church Street
Chepstow
Monmouthshire
NP16 5EX

REGISTERED NUMBER: 02891101 (England and Wales)

ACCOUNTANTS: Macario Lewin
Chartered Accountants
Bellarmine House
14 Upper Church Street
Chepstow
Monmouthshire
NP16 5EX

Chartered Accountants' Report to the Director
on the Unaudited Financial Statements of
Severn Machine Tools Limited

The following reproduces the text of the report prepared for the director in respect of the company's annual unaudited financial statements, from which the unaudited abbreviated accounts (set out on pages three to five) have been prepared.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Severn Machine Tools Limited for the year ended 30 June 2014 which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at icaew.com/membershandbook.

This report is made solely to the director of Severn Machine Tools Limited in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Severn Machine Tools Limited and state those matters that we have agreed to state to the director of Severn Machine Tools Limited in this report in accordance with AAF 2/10 as detailed at icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its director for our work or for this report.

It is your duty to ensure that Severn Machine Tools Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of Severn Machine Tools Limited. You consider that Severn Machine Tools Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Severn Machine Tools Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.



Macario Lewin
Chartered Accountants
Bellarmine House
14 Upper Church Street
Chepstow
Monmouthshire
NP16 5EX

Date: 27/3/2015

Severn Machine Tools Limited (Registered number: 02891101)

Abbreviated Balance Sheet
30 June 2014

	Notes	30.6.14 £	£	30.6.13 £	£
FIXED ASSETS					
Tangible assets	2		32,698		45,808
CURRENT ASSETS					
Stocks		80,458		175,349	
Debtors		98,825		147,974	
Cash at bank and in hand		95,639		882	
		274,922		324,205	
CREDITORS					
Amounts falling due within one year	3	216,814		234,984	
NET CURRENT ASSETS			58,108		89,221
TOTAL ASSETS LESS CURRENT LIABILITIES			90,806		135,029
CREDITORS					
Amounts falling due after more than one year	3		1,111		14,444
NET ASSETS			89,695		120,585
CAPITAL AND RESERVES					
Called up share capital	4		2		2
Profit and loss account			89,693		120,583
SHAREHOLDERS' FUNDS			89,695		120,585

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2014.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2014 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- 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 abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the director on 26th March 2015 and were signed by:


.....
Mr WA Gerrard - Director

The notes form part of these abbreviated accounts

Notes to the Abbreviated Accounts
for the Year Ended 30 June 2014

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover

Turnover represents sales of goods and services net of VAT and trade discounts. Turnover is recognised when goods are physically delivered and services provided 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 or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 20% on cost
Fixtures and fittings	- 20% on cost
Motor vehicles	- 20% on cost

Stocks

Stock is valued at the lower of cost and net realisable value. Net realisable value represents estimated selling price less costs to complete and sell. Provision is made for slow moving, obsolete or damaged stock where the net realisable value is less than cost.

Deferred tax

Deferred tax arises as a result of including items of income and expenditure in taxation computations in periods different from those in which they are included in the company's accounts. Deferred tax is provided in full on timing differences which result in an obligation to pay more (or less) tax at a future date, at the average tax rates that are expected to apply when the timing differences reverse, based on current tax rates and laws. Deferred tax assets and liabilities are not discounted.

A net deferred tax asset is regarded as recoverable and therefore recognised only when it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of underlying timing differences can be deducted.

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 the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Severn Machine Tools Limited (Registered number: 02891101)

Notes to the Abbreviated Accounts - continued
for the Year Ended 30 June 2014

2. TANGIBLE FIXED ASSETS

	Total £
COST	
At 1 July 2013	172,371
Additions	2,578
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At 30 June 2014	174,949
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DEPRECIATION	
At 1 July 2013	126,563
Charge for year	15,688
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At 30 June 2014	142,251
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NET BOOK VALUE	
At 30 June 2014	32,698
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At 30 June 2013	45,808
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3. CREDITORS

Creditors include an amount of £14,444 (30.6.13 - £66,301) for which security has been given.

4. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	30.6.14 £	30.6.13 £
2	Ordinary	1	2	2
			<hr/>	<hr/>