

**ELECTROLYTIC PLATING COMPANY LIMITED(THE)
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

Fruition Accountancy (Sterling) Limited

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Electrolytic Plating Company Limited(The)
Financial Statements
For The Year Ended 31 December 2021

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Electrolytic Plating Company Limited(The)
Balance Sheet
As at 31 December 2021

Registered number: 00306348

		2021		2020	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible Assets	4		3,036,422		3,250,549
Investments	5		216,667		216,667
			3,253,089		3,467,216
CURRENT ASSETS					
Stocks	6	261,064		327,765	
Debtors	7	1,746,107		1,578,435	
Cash at bank and in hand		30,994		26,882	
			2,038,165		1,933,082
Creditors: Amounts Falling Due Within One Year	8		(3,043,389)		(2,915,231)
NET CURRENT ASSETS (LIABILITIES)			(1,005,224)		(982,149)
TOTAL ASSETS LESS CURRENT LIABILITIES			2,247,865		2,485,067
Creditors: Amounts Falling Due After More Than One Year	9		(1,714,271)		(2,081,878)
PROVISIONS FOR LIABILITIES					
Deferred Taxation			(315,280)		(137,156)
NET ASSETS			218,314		266,033
CAPITAL AND RESERVES					
Called up share capital	13		20,000		20,000
Revaluation reserve	15		598,891		598,891
Profit and Loss Account			(400,577)		(352,858)
SHAREHOLDERS' FUNDS			218,314		266,033

Electrolytic Plating Company Limited(The)
Balance Sheet (continued)
As at 31 December 2021

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.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

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 and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

Mr Andrew Toon

Director

4th July 2022

The notes on pages 3 to 10 form part of these financial statements.

Electrolytic Plating Company Limited(The)
Notes to the Financial Statements
For The Year Ended 31 December 2021

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

1.2. Turnover

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

Sale of goods

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

Rendering of services

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

Intangible Fixed Assets and Amortisation - Other Intangible

Other intangible assets are patents. It is amortised to profit and loss account over its estimated economic life of three years.

Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold	Nil
Plant & Machinery	10-15% reducing balance
Motor Vehicles	25% reducing balance
Fixtures & Fittings	15% reducing balance
Computer Equipment	25% reducing balance

The directors consider that the freehold property is maintained in such a state of repair that the residual value is at least equal to the net book value. As a result, the corresponding depreciation would not be material and therefore is not charged to the profit and loss account.

Electrolytic Plating Company Limited(The)
Notes to the Financial Statements (continued)
For The Year Ended 31 December 2021

1.5. Leasing and Hire Purchase Contracts

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in the creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.6. Stocks and Work in Progress

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 stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

1.7. Foreign Currencies

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

1.8. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been

Electrolytic Plating Company Limited (The)
 Notes to the Financial Statements (continued)
 For The Year Ended 31 December 2021

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

1.9. Government Grant

Government grants are recognised in the profit and 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 and loss account. Grants towards general activities of the entity over a specific period are recognised in the profit and loss account over that period.

Grants towards fixed assets are recognised over the expected useful lives of the related assets and are treated as deferred income and released to the profit and loss account over the useful life of the asset concerned.

All grants in the profit and loss account are recognised when all conditions for receipt have been complied with.

	Other
	£
Cost	
As at 1 January 2021	24,658
As at 31 December 2021	24,658
Amortisation	
As at 1 January 2021	24,658
As at 31 December 2021	24,658
Net Book Value	
As at 31 December 2021	-
As at 1 January 2021	-

Electrolytic Plating Company Limited(The)
Notes to the Financial Statements (continued)
For The Year Ended 31 December 2021

4. Tangible Assets

	Land & Property Freehold	Plant & Machinery	Motor Vehicles	Fixtures & Fittings	
	£	£	£	£	
Cost					
As at 1 January 2021	1,375,000	4,021,065	57,966	268,051	
Additions	10,000	65,442	-	-	
Disposals	-	-	-	-	
As at 31 December 2021	<u>1,385,000</u>	<u>4,086,507</u>	<u>57,966</u>	<u>268,051</u>	
Depreciation					
As at 1 January 2021	-	2,286,662	17,403	198,741	
Provided during the period	-	264,024	10,211	7,539	
As at 31 December 2021	<u>-</u>	<u>2,550,686</u>	<u>27,614</u>	<u>206,280</u>	
Net Book Value					
As at 31 December 2021	<u>1,385,000</u>	<u>1,535,821</u>	<u>30,352</u>	<u>61,771</u>	
As at 1 January 2021	<u>1,375,000</u>	<u>1,734,403</u>	<u>40,563</u>	<u>69,310</u>	
			Computer Equipment	Total	
			£	£	
Cost					
As at 1 January 2021			198,583	5,920,665	
Additions			-	75,442	
Disposals			-	-	
As at 31 December 2021			<u>198,583</u>	<u>5,996,107</u>	
Depreciation					
As at 1 January 2021			167,310	2,670,116	
Provided during the period			7,795	289,569	
As at 31 December 2021			<u>175,105</u>	<u>2,959,685</u>	
Net Book Value					
As at 31 December 2021			<u>23,478</u>	<u>3,036,422</u>	
As at 1 January 2021			<u>31,273</u>	<u>3,250,549</u>	

Land and buildings were valued by R Gill MRICS of BNP Paribas Real Estate on 20 February 2021.

Electrolytic Plating Company Limited(The)
Notes to the Financial Statements (continued)
For The Year Ended 31 December 2021

5. Investments		Unlisted
		£
Cost		
As at 1 January 2021		216,667
As at 31 December 2021		<u>216,667</u>
Provision		
As at 1 January 2021		-
As at 31 December 2021		<u>-</u>
Net Book Value		
As at 31 December 2021		<u>216,667</u>
As at 1 January 2021		<u>216,667</u>
6. Stocks		
	2021	2020
	£	£
Stock - finished goods	261,064	327,765
	<u>261,064</u>	<u>327,765</u>
7. Debtors		
	2021	2020
	£	£
Due within one year		
Trade debtors	788,175	901,375
Other debtors	957,932	677,060
	<u>1,746,107</u>	<u>1,578,435</u>
8. Creditors: Amounts Falling Due Within One Year		
	2021	2020
	£	£
Net obligations under finance lease and hire purchase contracts	189,290	130,829
Trade creditors	868,653	583,154
Bank loans and overdrafts	824,732	945,515
Other creditors	332,455	350,988
Taxation and social security	828,259	904,745
	<u>3,043,389</u>	<u>2,915,231</u>

Electrolytic Plating Company Limited(The)
Notes to the Financial Statements (continued)
For The Year Ended 31 December 2021

9. Creditors: Amounts Falling Due After More Than One Year

	2021	2020
	£	£
Net obligations under finance lease and hire purchase contracts	586,003	717,448
Bank loans	664,756	807,568
Other creditors	463,512	556,862
	<u>1,714,271</u>	<u>2,081,878</u>

10. Secured Creditors

Of the creditors falling due within and after more than one year the following amounts are secured.

The invoice discounting facility is secured by an all assets debenture in favour of Lloyds Commercial Finance Limited. This loan is repayable on demand. The carrying amount at the year end is £690,435 (2020: £806,016).

Net obligations under finance lease and hire purchase contracts are secured on the assets to which they relate. The carrying amount at the year end is £775,293 (2020: £848,276).

Lloyds loan is denominated in Sterling with a nominal interest rate of 3.61%, and the final instalment is due on 31 May 2030. The carrying amount at the year end is £428,959 (2020: £472,186).

Bank borrowings are secured by a fixed and floating charge on the company's assets together with a legal charge over the premises at Wednesbury Road, Walsall.

EPC Pension Fund loan is denominated in Sterling with a nominal interest rate of 3.50%, and the final instalment is due in May 2022. The carrying amount at the year end is £10,094 (2020: £70,894).

On 5 June 2014 a Mortgage of Chattels charge was registered in favour of the Trustees of the EPC Pension Fund.

	2021	2020
	£	£
Net obligations under finance lease and hire purchase contracts	775,291	848,276
Bank loans and overdrafts	428,959	472,186
Other Creditors	690,435	806,016

11. Obligations Under Finance Leases and Hire Purchase

	2021	2020
	£	£
The maturity of these amounts is as follows:		
Amounts Payable:		
Within one year	189,290	130,829
Between one and five years	586,003	717,448
	<u>775,293</u>	<u>848,277</u>
	<u>775,293</u>	<u>848,277</u>

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12. Provisions for Liabilities

	Deferred Tax £
As at 1 January 2021	137,156
Utilised	(35,981)
Reversals	214,105
Balance at 31 December 2021	315,280

13. Share Capital

	2021	2020
Allotted, Called up and fully paid	20,000	20,000

14. Directors Advances, Credits and Guarantees

Included within Debtors are the following loans to directors:

	As at 1 January 2021	Amounts advanced	Amounts repaid	Amounts written off	As at 31 December 2021
	£	£	£	£	£
Mr Andrew Toon	226,678	12,761	-	-	239,439
Ms Nicola Toon	13,043	11,133	-	-	24,176
	239,721	23,894	-	-	263,615

The above loan is unsecured, interest free and repayable on demand.

15. Reserves

	Revaluation Reserve £
As at 1 January 2021	598,891
As at 31 December 2021	598,891

16. Related Party Transactions**EPC Pension Fund**

During the year the company paid rent of £25,500 (2020: £25,500) to EPC Pension Fund, a self administered scheme for the benefit of the directors. At the balance sheet date there was an outstanding loan of £10,094 (2020: £70,894) due to EPC Pension Fund. Interest of £2,700 (2020: £nil) was charged during the year.

S.A.N. Properties Limited

During the year S.A.N. Properties Limited ceased to trade and the intercompany loan balance of £92,000 was written off in full leaving a balance at the balance sheet date of £nil (2020: £92,000).

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Notes to the Financial Statements (continued)
For The Year Ended 31 December 2021**

17. General Information

Electrolytic Plating Company Limited(The) is a private company, limited by shares, incorporated in England & Wales, registered number 00306348 . The registered office is 138 Wednesbury Road, Walsall, Staffs, WS1 4JJ.