

COMPANY REGISTRATION NUMBER: 4047441

**MP Highclass Limited**

**Filleted Unaudited Abridged Financial Statements**

**31 August 2019**

**MP Highclass Limited**

**Abridged Financial Statements**

**Year ended 31st August 2019**

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## **MP Highclass Limited**

### **Officers and Professional Advisers**

**The Board of Directors**

Mr P.T. Prickett  
Mrs M.A. Prickett  
Mr P. N. Prickett

**Company Secretary**

Mrs M.A. Prickett

**Registered Office**

Unit 60 Sapcote Trading Estate  
Powke Lane  
Cradley Heath  
West Midlands  
B64 5QR

**Accountants**

W H Audit Limited  
Accountants  
The White House  
Station Road  
West Hagley  
Stourbridge  
West Midlands  
DY9 ONU

**Bankers**

Barclays Bank Plc  
313 High Street  
West Bromwich  
West Midlands  
B70 8LU

**MP Highclass Limited**

**Accountants Report to the Board of Directors on the Preparation of the Unaudited**

**Statutory Abridged Financial Statements of MP Highclass Limited**

**Year ended 31st August 2019**

As described on the abridged statement of financial position, the directors of the company are responsible for the preparation of the abridged financial statements for the year ended 31st August 2019, which comprise the abridged statement of financial position and the related notes. You consider that the company is exempt from an audit under the Companies Act 2006. In accordance with your instructions we have compiled these abridged financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and from information and explanations supplied to us.

W H Audit Limited Accountants

The White House Station Road West Hagley Stourbridge West Midlands DY9 ONU

29 November 2019

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**MP Highclass Limited****Abridged Statement of Financial Position****31 August 2019**

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Intangible assets	6	164,620	184,995
Tangible assets	7	24,932	42,535
		-----	-----
		<b>189,552</b>	227,530
<b>Current assets</b>			
Debtors	8	226,903	167,487
Cash at bank and in hand		33,182	—
		-----	-----
		<b>260,085</b>	167,487
<b>Creditors: amounts falling due within one year</b>	9	120,337	136,403
		-----	-----
<b>Net current assets</b>		<b>139,748</b>	31,084
		-----	-----
<b>Total assets less current liabilities</b>		<b>329,300</b>	258,614
<b>Creditors: amounts falling due after more than one year</b>	10	<b>212,123</b>	228,557
<b>Provisions</b>			
Taxation including deferred tax		4,222	7,745
		-----	-----
<b>Net assets</b>		<b>112,955</b>	22,312
		-----	-----

**MP Highclass Limited****Abridged Statement of Financial Position** *(continued)***31 August 2019**

	Note	2019 £	£	2018 £
<b>Capital and reserves</b>				
Called up share capital		<b>300</b>		300
Profit and loss account		<b>112,655</b>		22,012
		-----		-----
<b>Shareholders funds</b>		<b>112,955</b>		22,312
		-----		-----

These abridged 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 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 abridged statement of income and retained earnings has not been delivered. For the year ending 31st August 2019 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 abridged 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 abridged financial statements .

All of the members have consented to the preparation of the abridged statement of income and retained earnings and the abridged statement of financial position for the year ending 31st August 2019 in accordance with Section 444(2A) of the Companies Act 2006.

These abridged financial statements were approved by the board of directors and authorised for issue on 29 November 2019 , and are signed on behalf of the board by:

Mr P.T. Prickett

Director

Company registration number: 4047441

## **MP Highclass Limited**

### **Notes to the Abridged Financial Statements**

#### **Year ended 31st August 2019**

##### **1. General information**

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Unit 60 Sapcote Trading Estate, Powke Lane, Cradley Heath, West Midlands, B64 5QR.

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

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

###### **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.

**Amortisation**

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Goodwill - Over 20 years

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

**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:

Leasehold Property - 15% straight line  
Plant and Machinery - 25% reducing balance  
Motor Vehicles - 25% reducing balance



#### **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. For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets. For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

#### **Finance leases and hire purchase contracts**

Assets held under finance leases and hire purchase contracts are recognised in the abridged 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.

#### **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 abridged 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 instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its 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. When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

**4. Employee numbers**

The average number of persons employed by the company during the year amounted to 23 (2018: 17 ).

**5. Dividends**

Dividends paid during the year (excluding those for which a liability existed at the end of the prior year):

	2019	2018
	£	£
Dividends on ordinary A shares	37,000	10,000
Dividends on ordinary C shares	15,000	18,000
	-----	-----
	<b>52,000</b>	28,000
	-----	-----

**6. Intangible assets**

	Goodwill
	£
<b>Cost</b>	
At 1st September 2018 and 31st August 2019	407,500
	-----
<b>Amortisation</b>	
At 1st September 2018	222,505
Charge for the year	20,375
	-----
At 31st August 2019	242,880
	-----
<b>Carrying amount</b>	
At 31st August 2019	164,620
	-----
At 31st August 2018	184,995
	-----

**7. Tangible assets**

	Land and buildings	Plant and machinery	Motor vehicles	Total
	£	£	£	£
<b>Cost</b>				
At 1st September 2018	10,567	20,134	77,712	108,413
Additions	-	-	2,200	2,200
Disposals	-	-	(14,907)	(14,907)
	-----	-----	-----	-----
At 31st August 2019	10,567	20,134	65,005	95,706
	-----	-----	-----	-----
<b>Depreciation</b>				
At 1st September 2018	8,797	16,136	40,945	65,878
Charge for the year	265	999	6,809	8,073
Disposals	-	-	(3,177)	(3,177)
	-----	-----	-----	-----
At 31st August 2019	9,062	17,135	44,577	70,774
	-----	-----	-----	-----
<b>Carrying amount</b>				
At 31st August 2019	1,505	2,999	20,428	24,932
	-----	-----	-----	-----
At 31st August 2018	1,770	3,998	36,767	42,535
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**Finance leases and hire purchase contracts**

Included within the carrying value of tangible assets are the following amounts relating to assets held under finance leases or hire purchase agreements:

	Motor vehicles
	£
At 31st August 2019	18,582
	-----
At 31st August 2018	34,307
	-----

**8. Debtors**

	2019	2018
	£	£
Trade debtors	221,165	162,048
Other debtors	5,738	5,439
	-----	-----
	<b>226,903</b>	167,487
	-----	-----

**9. Creditors: amounts falling due within one year**

	2019	2018
	£	£
Bank loans and overdrafts	-	8,172
Trade creditors	19,934	16,246
Accruals and deferred income	3,000	3,000
Corporation tax	40,351	21,988
Social security and other taxes	9,263	15,923
Obligations under finance leases and hire purchase contracts	10,126	15,665
Director loan accounts	26,925	41,363
Other creditors	10,738	14,046
	-----	-----
	<b>120,337</b>	136,403
	-----	-----

The bank borrowing is secured by a Debenture, registered on 7th November 2007.

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

	2019	2018
	£	£
Obligations under finance leases and hire purchase contracts	12,123	28,557
Director loan accounts	200,000	200,000
	-----	-----
	<b>212,123</b>	228,557
	-----	-----

**11. Directors' advances, credits and guarantees**

The directors' were owed £226,925 (£241,363 - 2018) in connection with their loan accounts.

