

**MiChris Engraving Limited**

**Filleted Unaudited Financial Statements**

**31 October 2020**

---

**Financial Statements**

**Year ended 31 October 2020**

---

<b>Contents</b>	<b>Page</b>
Statement of financial position	<b>1</b>
Notes to the financial statements	<b>3</b>

---

**Statement of Financial Position**

**31 October 2020**

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Tangible assets	6	15,486	3,080
<b>Current assets</b>			
Stocks		2,963	4,788
Debtors	7	29,900	24,765
Cash at bank and in hand		19,387	2,708
		-----	-----
<b>Creditors: amounts falling due within one year</b>	8	14,986	9,567
		-----	-----
<b>Net current assets</b>		37,264	22,694
		-----	-----
<b>Total assets less current liabilities</b>		52,750	25,774
<b>Creditors: amounts falling due after more than one year</b>	9	15,000	–
		-----	-----
<b>Net assets</b>		37,750	25,774
		-----	-----
<b>Capital and reserves</b>			
Called up share capital		100	100
Profit and loss account		37,650	25,674
		-----	-----
<b>Shareholders funds</b>		37,750	25,774
		-----	-----

These 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 Section 1A of 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 statement of income and retained earnings has not been delivered.

For the year ending 31 October 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

– The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476 ;

– The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements .

..... Engraving Limited

**Statement of Financial Position** *(continued)*

**31 October 2020**

---

These financial statements were approved by the board of directors and authorised for issue on 15 January 2021 , and are signed on behalf of the board by:

J Aston- Robinson

Director

Company registration number: 06383567

---

## Notes to the Financial Statements

Year ended 31 October 2020

---

### 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 14B, Morrison Industrial Estate, Stanley, Co Durham, DH9 7RU.

### 2. Statement of compliance

These 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 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.

#### 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.

#### Goodwill

Goodwill arises on business acquisitions and represents the excess of the cost of the acquisition over the company's interest in the net amount of the identifiable assets, liabilities and contingent liabilities of the acquired business. Goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. It is amortised on a straight-line basis over its useful life. Where a reliable estimate of the useful life of goodwill or intangible assets cannot be made, the life is presumed not to exceed ten years.

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 - 10% straight line

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:

Plant & Machinery - 15% 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.

## MICHRIS ENGRAVING LIMITED Financial Accounts 2020-10-31

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

### 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 3 (2019: 2).

### 5. Intangible assets

	<b>Goodwill</b>
	<b>£</b>
<b>Cost</b>	
At 1 November 2019 and 31 October 2020	30,000
	-----
<b>Amortisation</b>	
At 1 November 2019 and 31 October 2020	30,000
	-----
<b>Carrying amount</b>	
At 31 October 2020	—
	-----
At 31 October 2019	—
	-----

### 6. Tangible assets

	<b>Plant and machinery</b>
	<b>£</b>
<b>Cost</b>	
At 1 November 2019	15,758
Additions	13,033
	-----
<b>At 31 October 2020</b>	<b>28,791</b>
	-----
<b>Depreciation</b>	
At 1 November 2019	12,678
Charge for the year	627
	-----
<b>At 31 October 2020</b>	<b>13,305</b>
	-----
<b>Carrying amount</b>	
At 31 October 2020	15,486
	-----
At 31 October 2019	3,080
	-----

**MICHRIS ENGRAVING LIMITED** Financial Accounts 2020-10-31

	<b>2020</b>	2019
	<b>£</b>	£
Trade debtors	29,900	24,765
	-----	-----

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

	<b>2020</b>	2019
	<b>£</b>	£
Trade creditors	11,450	649
Corporation tax	368	3,655
Social security and other taxes	1,277	1,314
Other creditors	1,891	3,949
	-----	-----
	14,986	9,567
	-----	-----

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

	<b>2020</b>	2019
	<b>£</b>	£
Bank loans and overdrafts	15,000	—
	-----	-----

**10. Related party transactions**

The company was under the control of the director throughout the current and previous year. The director is also a majority shareholder. No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard for Smaller Entities.



