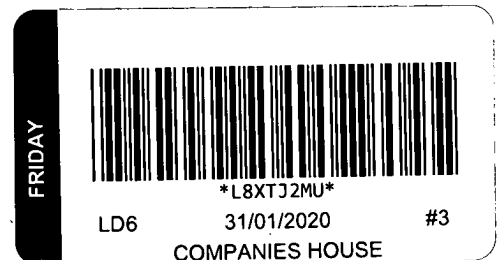


Company Registration No. 01311589 (England and Wales)

BROADWAYS STAMPINGS LIMITED AND IT'S SUBSIDIARY
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2019



BROADWAYS STAMPINGS LIMITED AND IT'S SUBSIDIARY

COMPANY INFORMATION

Directors	Mr G Williams Mrs E Williams Mr M A Abrahams Mr J Williams Mr B J Ridgway Mr M D Asque
Secretary	Mrs E Williams
Company number	01311589
Registered office	Second Avenue Denbigh West Industrial Estate Bletchley Milton Keynes Bucks MK1 1DT
Auditor	MHA MacIntyre Hudson Chartered Accountants & Statutory Auditor Sovereign Court 230 Upper Fifth Street Central Milton Keynes MK9 2HR

BROADWAYS STAMPINGS LIMITED AND IT'S SUBSIDIARY

CONTENTS

	Page
Strategic report	1
Directors' report	2 - 3
Independent auditor's report	4 - 6
Group statement of comprehensive income	7
Group statement of financial position	8
Company statement of financial position	9 - 10
Group statement of changes in equity	11
Company statement of changes in equity	12
Group statement of cash flows	13
Company statement of cash flows	14
Notes to the financial statements	15 - 34

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

STRATEGIC REPORT

FOR THE YEAR ENDED 30 APRIL 2019

The directors present the strategic report for the year ended 30 April 2019.

Fair review of the business

The principal activity of the company continued to be that of metal pressings and welded assemblies. The principle activity of its subsidiary, Dyson Diecastings continues to be high pressure diecasting of aluminium and zinc parts

The turnover of the group remained steady at £27.1m (£28.7m 2018) The cost of sales % increased marginally at 85.50% (2018: 86.0%), this reflects the higher proportion of aluminium pressed parts now manufactured.

The turnover of the subsidiary Dyson Diecastings was £6.2m (£7.0m 2018).

The directors continue to invest in new plant, equipment and human resource to support the anticipated growing activities of the group. The modest increase in the administrative expenses percentage 12.6% (11.6% 2018) when combined with the small increase in the cost of sales % have resulted in the reduced operating profit £373k (£524k 2018).

The profit before taxation for the group is £255k (£440k 2018). Profit after tax however has decreased over last year at £167k (£185k 2018)

The directors continue to undertake significant levels of investment in both businesses with new plant and equipment planned for the coming year. The directors are also strengthening the management and technical teams with a number of roles now being shared across the group.

The principle risks considered by the directors are Market, Liquidity, Business and Credit risk. Brexit is also a risk factor being considered by the directors.

Exposure to market risk is managed by employing various hedging activities.

Exposure to liquidity risk is managed by employing a number of activities including regular business forecasts and stand by banking facilities.

Exposure to business risk is managed by maintaining a close working relationship with our current customer base and actively seeking out new customers.

Exposure to credit risk is managed by carrying out regular reviews of our larger customer's financial security.

The directors are planning for the various Brexit scenarios. They are in discussion with customers and suppliers to ensure risk is minimised.

On behalf of the board



Mr M A Abrahams

Director
31/01/2020

BROADWAYS STAMPINGS LIMITED AND IT'S SUBSIDIARY

DIRECTORS' REPORT FOR THE YEAR ENDED 30 APRIL 2019

The directors present their annual report and financial statements for the year ended 30 April 2019.

Principal activities

The principal activity of the company and group continued to be that of metal pressings and welding assemblies and of manufacturing high pressure diecasting of aluminium and zinc parts, these are supplied in to a number of blue chip customers across a number of industries including Automotive, Office Furniture and Electronics.

Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

Mr G Williams
Mrs E Williams
Mr M A Abrahams
Mr J Williams
Mr B J Ridgway
Mr M D Asque

Results and dividends

The results for the year are set out on page 7.

Ordinary dividends were paid amounting to £143,112. The directors do not recommend payment of a further dividend.

Auditor

On the 1 January 2020, our auditors Keen Shay Keen LLP merged with MacIntyre Hudson LLP, trading under the name MHA MacIntyre Hudson. MHA MacIntyre Hudson has expressed their willingness to continue in office.

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2019

Statement of directors' responsibilities

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the group and company, and of the profit or loss of the group for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group and company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the group's and company's transactions and disclose with reasonable accuracy at any time the financial position of the group and company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the group and company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of disclosure to auditor

So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information of which the auditor of the company is unaware. Additionally, the directors individually have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the auditor of the company is aware of that information.

On behalf of the board



Mr M A Abrahams
Director

Date:31/01/2020.....

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

Opinion

We have audited the financial statements of Broadways Stampings Limited and Its Subsidiary (the 'parent company') and its subsidiaries (the 'group') for the year ended 30 April 2019 which comprise the group statement of comprehensive income, the group statement of financial position, the company statement of financial position, the group statement of changes in equity, the company statement of changes in equity, the group statement of cash flows, the company statement of cash flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent company's affairs as at 30 April 2019 and of the group's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's or the parent company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

BROADWAYS STAMPINGS LIMITED AND IT'S SUBSIDIARY

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF BROADWAYS STAMPINGS LIMITED AND IT'S SUBSIDIARY

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report and the directors' report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the group's and the parent company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the group or the parent company or to cease operations, or have no realistic alternative but to do so.

BROADWAYS STAMPINGS LIMITED AND IT'S SUBSIDIARY

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF BROADWAYS STAMPINGS LIMITED AND IT'S SUBSIDIARY

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Simon Gill FCCA (Senior Statutory Auditor)
for and on behalf of MHA MacIntyre Hudson

31/01/2020

Chartered Accountants
Statutory Auditor

Sovereign Court
230 Upper Fifth Street
Central Milton Keynes
MK9 2HR

BROADWAYS STAMPINGS LIMITED AND IT'S SUBSIDIARY

GROUP STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 APRIL 2019

		2019	2018
	Notes	£	£
Turnover	3	27,099,991	28,693,696
Cost of sales		(23,168,722)	(24,687,910)
Gross profit		<u>3,931,269</u>	<u>4,005,786</u>
Distribution costs		(133,952)	(131,685)
Administrative expenses		(3,423,542)	(3,349,393)
Operating profit	4	<u>373,775</u>	<u>524,708</u>
Interest payable and similar expenses	8	(118,792)	(84,264)
Profit before taxation		<u>254,983</u>	<u>440,444</u>
Tax on profit	9	(123,678)	(254,505)
Profit for the financial year	25	<u><u>131,305</u></u>	<u><u>185,939</u></u>

Profit for the financial year is all attributable to the owners of the parent company.

Total comprehensive income for the year is all attributable to the owners of the parent company.

The income statement has been prepared on the basis that all operations are continuing operations.

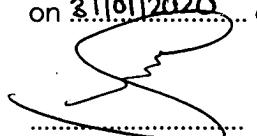
BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

GROUP STATEMENT OF FINANCIAL POSITION

AS AT 30 APRIL 2019

		2019		2018	
	Notes	£	£	£	£
Fixed assets					
Goodwill	11		179,850		199,833
Tangible assets	12		10,595,938		10,506,452
			10,775,788		10,706,285
Current assets					
Stocks	16	4,070,534		2,978,793	
Debtors	17	5,261,515		7,695,395	
Cash at bank and in hand		10,744		195,660	
			9,342,793		10,869,848
Creditors: amounts falling due within one year	18		(7,354,121)		(8,338,964)
Net current assets			1,988,672		2,530,884
Total assets less current liabilities			12,764,460		13,237,169
Creditors: amounts falling due after more than one year	19		(4,948,768)		(5,493,077)
Provisions for liabilities	22		(844,502)		(761,095)
Net assets			6,971,190		6,982,997
Capital and reserves					
Called up share capital	24		10,470		10,470
Share premium account	25		991		991
Revaluation reserve	25		291,429		291,429
Profit and loss reserves	25		6,668,300		6,680,107
Total equity			6,971,190		6,982,997

The financial statements were approved by the board of directors and authorised for issue on 31/01/2020 and are signed on its behalf by:



 Mr M A Abrahams
Director

Company Registration No. 01311589

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

COMPANY STATEMENT OF FINANCIAL POSITION

AS AT 30 APRIL 2019

	Notes	2019		2018	
		£	£	£	£
Fixed assets					
Tangible assets	12		6,805,359		6,906,295
Investments	13		1		1
			<u>6,805,360</u>		<u>6,906,296</u>
Current assets					
Stocks	16	2,345,225		1,771,614	
Debtors	17	4,403,131		5,788,034	
Cash at bank and in hand		10,296		195,633	
			<u>6,758,652</u>	<u>7,755,281</u>	
Creditors: amounts falling due within one year	18	(5,159,372)		(5,879,104)	
Net current assets			<u>1,599,280</u>		<u>1,876,177</u>
Total assets less current liabilities			<u>8,404,640</u>		<u>8,782,473</u>
Creditors: amounts falling due after more than one year	19		(662,146)		(1,012,732)
Provisions for liabilities	22		(835,164)		(759,625)
Net assets			<u>6,907,330</u>		<u>7,010,116</u>
Capital and reserves					
Called up share capital	24		10,470		10,470
Share premium account	25		991		991
Revaluation reserve	25		291,429		291,429
Profit and loss reserves	25		6,604,440		6,707,226
Total equity			<u>6,907,330</u>		<u>7,010,116</u>

As permitted by s408 Companies Act 2006, the company has not presented its own profit and loss account and related notes. The company's profit for the year was £40,326 (2018 - £160,487 profit).

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

BROADWAYS STAMPINGS LIMITED AND IT'S SUBSIDIARY

COMPANY STATEMENT OF FINANCIAL POSITION (CONTINUED)

AS AT 30 APRIL 2019

The financial statements were approved by the board of directors and authorised for issue on ~~31.01.2020~~..... and are signed on its behalf by:



Mr M A Abrahams
Director

Company Registration No. 01311589

BROADWAYS STAMPINGS LIMITED AND IT'S SUBSIDIARY

GROUP STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 APRIL 2019

	Notes	Share capital £	Share premium account £	Revaluation reserve £	Profit and loss reserves £	Total £
Balance at 1 May 2017		10,470	991	291,429	6,637,280	6,940,170
Year ended 30 April 2018:						
Profit and total comprehensive income for the year		-	-	-	185,939	185,939
Dividends	10	-	-	-	(143,112)	(143,112)
Balance at 30 April 2018		10,470	991	291,429	6,680,107	6,982,997
Year ended 30 April 2019:						
Profit and total comprehensive income for the year		-	-	-	131,305	131,305
Dividends	10	-	-	-	(143,112)	(143,112)
Balance at 30 April 2019		10,470	991	291,429	6,668,300	6,971,190

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

COMPANY STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 APRIL 2019

	Notes	Share capital £	Share premium account £	Revaluation reserve £	Profit and loss reserves £	Total £
Balance at 1 May 2017		10,470	991	291,429	6,689,851	6,992,741
Year ended 30 April 2018:						
Profit and total comprehensive income for the year		-	-	-	160,487	160,487
Dividends	10	-	-	-	(143,112)	(143,112)
Balance at 30 April 2018		10,470	991	291,429	6,707,226	7,010,116
Year ended 30 April 2019:						
Profit and total comprehensive income for the year		-	-	-	40,326	40,326
Dividends	10	-	-	-	(143,112)	(143,112)
Balance at 30 April 2019		10,470	991	291,429	6,604,440	6,907,330

BROADWAYS STAMPINGS LIMITED AND IT'S SUBSIDIARY

GROUP STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 APRIL 2019

	Notes	2019		2018	
		£	£	£	£
Cash flows from operating activities					
Cash generated from/(absorbed by) operations	30		1,675,564		(297,172)
Interest paid			(118,792)		(84,264)
Income taxes paid			(139,108)		-
			<u>1,417,664</u>		<u>(381,436)</u>
Net cash inflow/(outflow) from operating activities					
Investing activities					
Purchase of tangible fixed assets		(876,001)		(1,366,637)	
Proceeds on disposal of tangible fixed assets		6,750		28,000	
Proceeds from other investments and loans		-		(1,281)	
			<u>(869,251)</u>		<u>(1,339,918)</u>
Net cash used in investing activities					
Financing activities					
Repayment of bank loans		(103,425)		(70,516)	
Payment of finance leases obligations		(347,023)		707,850	
Dividends paid to equity shareholders		(143,112)		(143,112)	
			<u>(593,560)</u>		<u>494,222</u>
Net cash (used in)/generated from financing activities					
Net decrease in cash and cash equivalents					
Cash and cash equivalents at beginning of year			(1,079,082)		148,050
			<u>(1,124,229)</u>		<u>(1,079,082)</u>
Cash and cash equivalents at end of year					
Relating to:					
Cash at bank and in hand			10,744		195,660
Bank overdrafts included in creditors payable within one year			(1,134,973)		(1,274,742)
			<u>10,744</u>		<u>195,660</u>
			<u>(1,134,973)</u>		<u>(1,274,742)</u>

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

COMPANY STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 APRIL 2019

	Notes	2019		2018	
		£	£	£	£
Cash flows from operating activities					
Cash generated from operations	31		1,470,486		586,713
Interest paid			(43,229)		(29,234)
Income taxes paid			(139,108)		-
			<u>1,288,149</u>		<u>557,479</u>
Net cash inflow from operating activities					
Investing activities					
Purchase of tangible fixed assets		(542,733)		(1,098,010)	
Proceeds on disposal of tangible fixed assets		6,750		28,000	
Proceeds from other investments and loans		-		(1,281)	
			<u>(535,983)</u>		<u>(1,071,291)</u>
Net cash used in investing activities					
Financing activities					
Payment of finance leases obligations		(347,023)		707,850	
Dividends paid to equity shareholders		(143,112)		(143,112)	
			<u>(490,135)</u>		<u>564,738</u>
Net cash (used in)/generated from financing activities					
Net increase in cash and cash equivalents					
			262,031		50,926
Cash and cash equivalents at beginning of year			(315,181)		(366,107)
			<u>(53,150)</u>		<u>(315,181)</u>
Cash and cash equivalents at end of year					
Relating to:					
Cash at bank and in hand			10,296		195,633
Bank overdrafts included in creditors payable within one year			(63,446)		(510,814)
			<u>10,296</u>		<u>(195,178)</u>

BROADWAYS STAMPINGS LIMITED AND IT'S SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2019

i Accounting policies

Company information

Broadways Stampings Limited and It's Subsidiary ("the company") is a private limited company domiciled and incorporated in England and Wales. The registered office is .

The group consists of Broadways Stampings Limited and It's Subsidiary and all of its subsidiaries.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Basis of consolidation

In the parent company financial statements, the cost of a business combination is the fair value at the acquisition date of the assets given, equity instruments issued and liabilities incurred or assumed, plus costs directly attributable to the business combination. The excess of the cost of a business combination over the fair value of the identifiable assets, liabilities and contingent liabilities acquired is recognised as goodwill. The cost of the combination includes the estimated amount of contingent consideration that is probable and can be measured reliably, and is adjusted for changes in contingent consideration after the acquisition date. Provisional fair values recognised for business combinations in previous periods are adjusted retrospectively for final fair values determined in the 12 months following the acquisition date. Investments in subsidiaries, joint ventures and associates are accounted for at cost less impairment.

Deferred tax is recognised on differences between the value of assets (other than goodwill) and liabilities recognised in a business combination accounted for using the purchase method and the amounts that can be deducted or assessed for tax, considering the manner in which the carrying amount of the asset or liability is expected to be recovered or settled. The deferred tax recognised is adjusted against goodwill or negative goodwill.

The consolidated financial statements incorporate those of Broadways Stampings Limited and It's Subsidiary and all of its subsidiaries (ie entities that the group controls through its power to govern the financial and operating policies so as to obtain economic benefits). Subsidiaries acquired during the year are consolidated using the purchase method. Their results are incorporated from the date that control passes.

All financial statements are made up to 30 April 2019. Where necessary, adjustments are made to the financial statements of subsidiaries to bring the accounting policies used into line with those used by other members of the group.

All intra-group transactions, balances and unrealised gains on transactions between group companies are eliminated on consolidation. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred.

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

1 Accounting policies

(Continued)

1.3 Going concern

At the time of approving the financial statements, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

1.4 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

When cash inflows are deferred and represent a financing arrangement, the fair value of the consideration is the present value of the future receipts. The difference between the fair value of the consideration and the nominal amount received is recognised as interest income.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

1.5 Intangible fixed assets - goodwill

Goodwill represents the excess of the cost of acquisition of a business over the fair value of net assets acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is considered to have a finite useful life and is amortised on a systematic basis over its expected life, which is 10 years.

For the purposes of impairment testing, goodwill is allocated to the cash-generating units expected to benefit from the acquisition. Cash-generating units to which goodwill has been allocated are tested for impairment at least annually, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the cash-generating unit is less than the carrying amount of the unit, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro-rata on the basis of the carrying amount of each asset in the unit.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold property	1% straight line
Plant and machinery	15% reducing balance and 20% straight line
Fixtures and fittings	25% reducing balance
Equipment	33% straight line
Motor vehicles	25% reducing balance

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

1 Accounting policies

(Continued)

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the income statement.

1.7 Fixed asset investments

Equity investments are measured at fair value through profit or loss, except for those equity investments that are not publicly traded and whose fair value cannot otherwise be measured reliably, which are recognised at cost less impairment until a reliable measure of fair value becomes available.

In the parent company financial statements, investments in subsidiaries, associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses.

A subsidiary is an entity controlled by the group. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.8 Impairment of fixed assets

At each reporting period end date, the group reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

The carrying amount of the investments accounted for using the equity method is tested for impairment as a single asset. Any goodwill included in the carrying amount of the investment is not tested separately for impairment.

1.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at the lower of replacement cost and cost, adjusted where applicable for any loss of service potential.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.10 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

1 Accounting policies

(Continued)

1.11 Financial instruments

The group has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the group's statement of financial position when the group becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset and the net amounts presented in the financial statements when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Other financial assets

Other financial assets, including investments in equity instruments which are not subsidiaries, associates or joint ventures, are initially measured at fair value, which is normally the transaction price. Such assets are subsequently carried at fair value and the changes in fair value are recognised in profit or loss, except that investments in equity instruments that are not publicly traded and whose fair values cannot be measured reliably are measured at cost less impairment.

Impairment of financial assets

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the group transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

1 Accounting policies

(Continued)

Classification of financial liabilities

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 group after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Other financial liabilities

Derivatives, including interest rate swaps and forward foreign exchange contracts, are not basic financial instruments. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. Changes in the fair value of derivatives are recognised in profit or loss in finance costs or finance income as appropriate, unless hedge accounting is applied and the hedge is a cash flow hedge.

Debt instruments that do not meet the conditions in FRS 102 paragraph 11.9 are subsequently measured at fair value through profit or loss. Debt instruments may be designated as being measured at fair value through profit or loss to eliminate or reduce an accounting mismatch or if the instruments are measured and their performance evaluated on a fair value basis in accordance with a documented risk management or investment strategy.

Derecognition of financial liabilities

Financial liabilities are derecognised when the group's contractual obligations expire or are discharged or cancelled.

1.12 Equity instruments

Equity instruments issued by the group are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the group.

1.13 Taxation

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

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

1 Accounting policies

(Continued)

Current tax

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

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and 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. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date 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 is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the income statement, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset if, and only if, there is a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.14 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.15 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.16 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the statement of financial position as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to profit or loss so as to produce a constant periodic rate of interest on the remaining balance of the liability.

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

1 Accounting policies (Continued)

1.17 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the income statement for the period.

2 Judgements and key sources of estimation uncertainty

In the application of the group's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Turnover and other revenue

	2019	2018
	£	£
Turnover analysed by class of business		
Sale of goods	27,099,991	28,693,696
	<u>27,099,991</u>	<u>28,693,696</u>
	2019	2018
	£	£
Turnover analysed by geographical market		
United Kingdom	23,701,742	28,410,544
Overseas	3,398,249	283,152
	<u>27,099,991</u>	<u>28,693,696</u>

4 Operating profit

	2019	2018
	£	£
Operating profit for the year is stated after charging/(crediting):		
Exchange losses	71,436	112,013
Depreciation of owned tangible fixed assets	786,515	739,706
(Profit)/loss on disposal of tangible fixed assets	(6,750)	3,788
Amortisation of intangible assets	19,983	22,204
Cost of stocks recognised as an expense	15,422,957	16,651,934
	<u>15,422,957</u>	<u>16,651,934</u>

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

4 Operating profit

(Continued)

Exchange differences recognised in profit or loss during the year, except for those arising on financial instruments measured at fair value through profit or loss, amounted to £71,436 (2018 - £112,013).

5 Auditor's remuneration

	2019	2018
	£	£
Fees payable to the company's auditor and associates:		
For audit services		
Audit of the financial statements of the group and company	1,215	7,671
Audit of the financial statements of the company's subsidiaries	7,350	7,240
	<u>8,565</u>	<u>14,911</u>

6 Employees

The average monthly number of persons (including directors) employed by the group and company during the year was:

	Group 2019	2018	Company 2019	2018
	Number	Number	Number	Number
Production Staff	163	157	97	96
Administration Staff	39	38	16	16
Management Staff	22	15	21	15
	<u>224</u>	<u>210</u>	<u>134</u>	<u>127</u>

Their aggregate remuneration comprised:

	Group 2019	2018	Company 2019	2018
	£	£	£	£
Wages and salaries	5,466,881	5,534,037	2,756,627	2,955,123
Social security costs	446,100	457,188	274,225	286,374
Pension costs	77,521	84,771	22,696	37,372
	<u>5,990,502</u>	<u>6,075,996</u>	<u>3,053,548</u>	<u>3,278,869</u>

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

7 Directors' remuneration	2019	2018
	£	£
Remuneration for qualifying services	277,500	352,229
Company pension contributions to defined contribution schemes	4,037	6,844
	<u>281,537</u>	<u>354,528</u>
	<u><u>281,537</u></u>	<u><u>354,528</u></u>
8 Interest payable and similar expenses	2019	2018
	£	£
Interest on financial liabilities measured at amortised cost:		
Interest on bank overdrafts and loans	79,872	55,030
Other finance costs:		
Interest on finance leases and hire purchase contracts	38,920	29,234
	<u>118,792</u>	<u>84,264</u>
Total finance costs	<u><u>118,792</u></u>	<u><u>84,264</u></u>
9 Taxation	2019	2018
	£	£
Current tax		
UK corporation tax on profits for the current period	4,137	66,764
Adjustments in respect of prior periods	36,134	-
	<u>40,271</u>	<u>66,764</u>
Total current tax	<u><u>40,271</u></u>	<u><u>66,764</u></u>
Deferred tax		
Origination and reversal of timing differences	83,407	187,741
	<u>83,407</u>	<u>187,741</u>
Total tax charge	<u><u>123,678</u></u>	<u><u>254,505</u></u>

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

9 Taxation

(Continued)

The actual charge for the year can be reconciled to the expected charge for the year based on the profit or loss and the standard rate of tax as follows:

	2019 £	2018 £
Profit before taxation	254,983	440,444
Expected tax charge based on the standard rate of corporation tax in the UK of 19.00% (2018: 19.00%)	48,447	89,368
Tax effect of expenses that are not deductible in determining taxable profit	278	1,290
Tax effect of income not taxable in determining taxable profit	(1,282)	-
Adjustments in respect of prior years	36,134	-
Permanent capital allowances in excess of depreciation	(43,306)	-
Depreciation on assets not qualifying for tax allowances	-	(18,930)
Deferred tax adjustments	83,407	-
Profit/loss on sale of asset	-	720
Deferred tax	-	187,741
Taxation charge	123,678	260,189

10 Dividends

	2019 £	2018 £
Final paid	143,112	143,112

11 Intangible fixed assets

Group	Goodwill £
Cost	
At 1 May 2018 and 30 April 2019	246,813
Amortisation and impairment	
At 1 May 2018	46,980
Amortisation charged for the year	19,983
At 30 April 2019	66,963

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

11 Intangible fixed assets (Continued)

Carrying amount

At 30 April 2019	179,850
At 30 April 2018	199,833

The company had no intangible fixed assets at 30 April 2019 or 30 April 2018.

12 Tangible fixed assets

Group	Freehold property £	Plant and machinery £	Fixtures and fittings £	Equipment £	Motor vehicles £	Total £
Cost						
At 1 May 2018	6,130,212	9,873,044	346,880	6,996	37,468	16,394,600
Additions	62,697	783,411	29,893	-	-	876,001
At 30 April 2019	6,192,909	10,656,455	376,773	6,996	37,468	17,270,601
Depreciation and impairment						
At 1 May 2018	367,141	5,228,798	263,175	-	29,034	5,888,148
Depreciation charged in the year	64,245	697,293	21,539	1,555	1,883	786,515
At 30 April 2019	431,386	5,926,091	284,714	1,555	30,917	6,674,663
Carrying amount						
At 30 April 2019	5,761,523	4,730,364	92,059	5,441	6,551	10,595,938
At 30 April 2018	5,763,071	4,644,246	83,705	6,996	8,434	10,506,452

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

12 Tangible fixed assets

(Continued)

Company	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Total £
Cost					
At 1 May 2018	3,061,601	9,116,690	346,880	37,468	12,562,639
Additions	-	512,840	29,893	-	542,733
At 30 April 2019	3,061,601	9,629,530	376,773	37,468	13,105,372
Depreciation and impairment					
At 1 May 2018	324,681	5,039,454	263,175	29,034	5,656,344
Depreciation charged in the year	30,618	589,629	21,539	1,883	643,669
At 30 April 2019	355,299	5,629,083	284,714	30,917	6,300,013
Carrying amount					
At 30 April 2019	2,706,302	4,000,447	92,059	6,551	6,805,359
At 30 April 2018	2,736,920	4,077,236	83,705	8,434	6,906,295

13 Fixed asset investments

	Notes	Group 2019 £	2018 £	Company 2019 £	2018 £
Investments in subsidiaries	14	-	-	1	1

Movements in fixed asset investments

Company	Shares in group undertakings £
Cost or valuation	
At 1 May 2018 and 30 April 2019	1
Carrying amount	
At 30 April 2019	1
At 30 April 2018	1

BROADWAYS STAMPINGS LIMITED AND IT'S SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

14 Subsidiaries

Details of the company's subsidiaries at 30 April 2019 are as follows:

Name of undertaking	Registered office	Class of shares held	% Held	
			Direct	Indirect
Dyson Diecastings Limited	United Kingdom	Subsidiary	100.00	

Trading results of the subsidiary at the date of the balance sheet is as follow:

Capital and Reserves £63,860 (2018: (£27,118))

Net profit £90,979 (2018: £90,979)

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

15 Financial instruments	Group 2019 £	2018 £	Company 2019 £	2018 £
Carrying amount of financial assets				
Debt instruments measured at amortised cost	4,703,503	6,602,995	4,004,612	5,554,016
Carrying amount of financial liabilities				
Measured at amortised cost	12,096,340	13,591,827	5,761,828	6,720,466
16 Stocks	Group 2019 £	2018 £	Company 2019 £	2018 £
Raw materials and consumables	4,070,534	2,978,793	2,345,225	1,771,614
17 Debtors	Group 2019 £	2018 £	Company 2019 £	2018 £
Amounts falling due within one year:				
Trade debtors	4,689,019	6,595,332	3,697,170	5,211,319
Amounts owed by group undertakings	-	-	303,869	341,416
Other debtors	122,041	8,970	111,130	2,588
Prepayments and accrued income	450,455	1,091,093	290,962	232,711
	5,261,515	7,695,395	4,403,131	5,788,034

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

18 Creditors: amounts falling due within one year

	Notes	Group 2019 £	2018 £	Company 2019 £	2018 £
Bank loans and overdrafts	20	1,377,698	1,420,892	63,446	510,814
Obligations under finance leases	21	530,830	530,830	530,830	530,830
Trade creditors		4,646,968	5,179,958	3,946,346	3,892,717
Corporation tax payable		17,716	116,553	-	102,974
Other taxation and social security		188,833	123,661	59,690	68,396
Other creditors		12,438	241,104	66,813	129,282
Accruals and deferred income		579,638	725,966	492,247	644,091
		<u>7,354,121</u>	<u>8,338,964</u>	<u>5,159,372</u>	<u>5,879,104</u>

Hire purchase liabilities are secured against the assets to which they relate.

The bank loan is secured by first legal mortgages over the following properties: 1 Second Avenue, Denbigh Industrial Estate, Bletchley, Milton Keynes; 9 Second Avenue, Denbigh Industrial Estate, Bletchley, Milton Keynes; Land and building to the west of First Avenue, Denbigh Industrial Estate, Bletchley, Milton Keynes.

Further security is provided by an unlimited composite company guarantee by both Broadways Stampings Limited and Dyson Diecastings Limited and a debenture comprising a fixed and floating charge over all assets and undertaking of both companies.

19 Creditors: amounts falling due after more than one year

	Notes	Group 2019 £	2018 £	Company 2019 £	2018 £
Bank loans and overdrafts	20	3,460,622	3,660,622	-	-
Obligations under finance leases	21	487,646	834,669	487,646	834,669
Other creditors		1,000,500	997,786	174,500	178,063
		<u>4,948,768</u>	<u>5,493,077</u>	<u>662,146</u>	<u>1,012,732</u>

Hire purchase liabilities are secured against the assets to which they relate.

The bank loan is secured by first legal mortgages over the following properties: 1 Second Avenue, Denbigh Industrial Estate, Bletchley, Milton Keynes; 9 Second Avenue, Denbigh Industrial Estate, Bletchley, Milton Keynes; Land and building to the west of First Avenue, Denbigh Industrial Estate, Bletchley, Milton Keynes.

Further security is provided by an unlimited composite company guarantee by both Broadways Stampings Limited and Dyson Diecastings Limited and a debenture comprising a fixed and floating charge over all assets and undertaking of both companies.

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

20 Loans and overdrafts

	Group 2019 £	2018 £	Company 2019 £	2018 £
Bank loans	3,703,347	3,806,772	-	-
Bank overdrafts	1,134,973	1,274,742	63,446	510,814
	<u>4,838,320</u>	<u>5,081,514</u>	<u>63,446</u>	<u>510,814</u>
Payable within one year	1,377,698	1,420,892	63,446	510,814
Payable after one year	3,460,622	3,660,622	-	-
	<u><u>3,460,622</u></u>	<u><u>3,660,622</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

The bank loan is secured by first legal mortgages over the following properties: 1 Second Avenue, Denbigh Industrial Estate, Bletchley, Milton Keynes; 9 Second Avenue, Denbigh Industrial Estate, Bletchley, Milton Keynes; Land and building to the west of First Avenue, Denbigh Industrial Estate, Bletchley, Milton Keynes.

Further security is provided by an unlimited composite company guarantee by both Broadways Stampings Limited and Dyson Diecastings Limited and a debenture comprising a fixed and floating charge over all assets and undertaking of both companies.

21 Finance lease obligations

	Group 2019 £	2018 £	Company 2019 £	2018 £
Future minimum lease payments due under finance leases:				
Within one year	530,830	530,830	530,830	530,830
In two to five years	487,646	834,669	487,646	834,669
	<u>1,018,476</u>	<u>1,365,499</u>	<u>1,018,476</u>	<u>1,365,499</u>

Finance lease payments represent rentals payable by the company or group for certain items of plant and machinery. Leases include purchase options at the end of the lease period, and no restrictions are placed on the use of the assets. All leases are on a fixed repayment basis and no arrangements have been entered into for contingent rental payments.

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

22 Deferred taxation

The following are the major deferred tax liabilities and assets recognised by the group and company, and movements thereon:

	Liabilities 2019 £	Liabilities 2018 £
Group		
Accelerated capital allowances	844,502	761,095
	<u>844,502</u>	<u>761,095</u>
	Liabilities 2019 £	Liabilities 2018 £
Company		
Accelerated capital allowances	835,164	759,625
	<u>835,164</u>	<u>759,625</u>
	Group 2019 £	Company 2019 £
Movements in the year:		
Liability at 1 May 2018	761,095	759,625
Charge to profit or loss	83,407	75,539
	<u>844,502</u>	<u>835,164</u>
Liability at 30 April 2019	<u>844,502</u>	<u>835,164</u>

23 Retirement benefit schemes

	2019 £	2018 £
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	77,521	84,771
	<u>77,521</u>	<u>84,771</u>

A defined contribution pension scheme is operated for all qualifying employees. The assets of the scheme are held separately from those of the group in an independently administered fund.

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

24 Share capital

	Group and company	
	2019	2018
	£	£
Ordinary share capital		
Authorised		
- Ordinary Class A Shares of £1 each	48,000	48,000
- Ordinary Class B Shares of £1 each	1,000	1,000
- Ordinary Class C Shares of £1 each	1,000	1,000
	<u>50,000</u>	<u>50,000</u>
Issued and fully paid		
10,396 Ordinary Class A Shares of £1 each	10,396	10,396
34 Ordinary Class B Shares of £1 each	34	34
40 Ordinary Class C Shares of £1 each	40	40
	<u>10,470</u>	<u>10,470</u>

25 Reserves

Share premium

This reserve records the amount above the nominal value received for shares sold, less transaction costs.

Revaluation reserve

This reserve records the value of asset revaluations and fair value movements on assets recognised in other comprehensive income.

Profit on loss account

This reserve records retained earnings and accumulated losses.

26 Operating lease commitments

At the reporting end date the group had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	Group		Company	
	2019	2018	2019	2018
	£	£	£	£
Within one year	42,781	164,550	26,341	145,756
Between two and five years	32,880	75,661	-	26,341
	<u>75,661</u>	<u>240,211</u>	<u>26,341</u>	<u>172,097</u>

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

27 Related party transactions

Transactions with related parties

During the year the group entered into the following transactions with related parties:

	Sales		Purchases	
	2019	2018	2019	2018
	£	£	£	£
Company				
Dyson Diecasting Limited	442,073	121,391	471,626	105,356
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
			2019	2018
			£	£
Company				
Broadways Pension Fund			48,658	59,800
Mr G M and Mrs EM Williams			40,800	40,800
			<u> </u>	<u> </u>

Company

The amount due from Dyson Diecastings limited at the year ended 30 April 2019 is £ 303,869(2018- £ 341,416).

28 Directors' transactions

Group

During the year, Mr G William's advance to the company of £1,000,500 (2018 : £997,000) . This total liability remains outstanding at the balance sheet date and is not due for repayment until 30 June 2021.

Company

During the year, Mr G William's advance to the company of £174,500 (2018 : £174,500). This total liability remains outstanding at the balance sheet date and is not due for repayment until 30 June 2021.

29 Controlling party

The company is controlled by Mr G M Williams and Mrs E M Williams, who each hold 4886 of the ordinary A shares in the company.

BROADWAYS STAMPINGS LIMITED AND ITS SUBSIDIARY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

30 Cash generated from/(absorbed by) group operations	2019 £	2018 £
Profit for the year after tax	131,306	185,940
Adjustments for:		
Taxation charged	123,678	254,505
Finance costs	118,792	84,264
(Gain)/loss on disposal of tangible fixed assets	(6,750)	3,788
Amortisation and impairment of intangible assets	19,983	22,204
Depreciation and impairment of tangible fixed assets	786,514	739,706
Movements in working capital:		
Increase in stocks	(1,091,741)	(854,546)
Decrease/(increase) in debtors	2,433,880	(1,174,660)
(Decrease)/increase in creditors	(840,098)	441,627
Cash generated from/(absorbed by) operations	1,675,564	(297,172)
31 Cash generated from operations - company	2019 £	2018 £
Profit for the year after tax	40,327	160,487
Adjustments for:		
Taxation charged	111,673	239,456
Finance costs	43,229	29,234
(Gain)/loss on disposal of tangible fixed assets	(6,750)	3,788
Depreciation and impairment of tangible fixed assets	643,668	606,640
Movements in working capital:		
Increase in stocks	(573,611)	(425,349)
Decrease/(increase) in debtors	1,384,903	(115,891)
(Decrease)/increase in creditors	(172,953)	88,348
Cash generated from operations	1,470,486	586,713