

# Epsilon Optics Limited

Annual Report and Unaudited Financial Statements  
for the Year Ended 31 March 2021

Avencia Tax and Accountancy Ltd  
Chartered Tax Advisers  
Unit 13A Mill Lane  
Wimborne  
Dorset  
BH21 1LN

# Epsilon Optics Limited

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# Epsilon Optics Limited

## Company Information

<b>Directors</b>	Mr Robert Simon Knapp Mr Dillwyn Paul David
<b>Registered office</b>	Unit 10, Glasshouse Studios Fryern Court Road Burgate Fordingbridge Hampshire SP6 1QX
<b>Bankers</b>	HSBC UK Bank plc
<b>Accountants</b>	Avencia Tax and Accountancy Ltd Chartered Tax Advisers Unit 13A Mill Lane Wimborne Dorset BH21 1LN

# Epsilon Optics Limited

## Directors' Report and responsibilities for the Year Ended 31 March 2021

The directors present their report and the financial statements for the year ended 31 March 2021.

### Directors responsibilities

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 company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the 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 company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

### Directors of the company

The directors who held office during the year were as follows:

Mr Robert Simon Knapp

Mr Dillwyn Paul David

### Principal activity

The principal activity of the company is manufacture of electronic measuring and testing equipment.

### Small companies provision statement

This report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved by the Board on 17 September 2021 and signed on its behalf by:

.....  
Mr Robert Simon Knapp  
Director

.....  
Mr Dillwyn Paul David  
Director

**Accountants' Report to the Board of Directors on the Preparation of the Unaudited  
Statutory Accounts of  
Epsilon Optics Limited  
for the Year Ended 31 March 2021**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Epsilon Optics Limited for the year ended 31 March 2021 as set out on pages 4 to 10 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Chartered Institute of Taxation (CIOT), we are subject to its ethical and other professional requirements which are detailed at <https://www.tax.org.uk/professional-standards/professional-rules/professional-rules-and-practice-guidelines>.

This report is made solely to the Board of Directors of Epsilon Optics Limited, as a body, in accordance with the terms of our engagement letter dated 5 March 2021. Our work has been undertaken solely to prepare for your approval the accounts of Epsilon Optics Limited and state those matters that we have agreed to state to the Board of Directors of Epsilon Optics Limited, as a body, in this report in accordance with CIOT. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Epsilon Optics Limited and its Board of Directors as a body for our work or for this report.

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

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

.....  
Avencia Tax and Accountancy Ltd  
Chartered Tax Advisers  
Unit 13A Mill Lane  
Wimborne  
Dorset  
BH21 1LN

17 September 2021

# Epsilon Optics Limited

(Registration number: 07214244)  
Balance Sheet as at 31 March 2021

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	696	286
<b>Current assets</b>			
Stocks	<u>5</u>	36,774	32,994
Debtors	<u>6</u>	27,156	113,380
Cash at bank and in hand		<u>77,416</u>	<u>57,964</u>
		141,346	204,338
<b>Creditors: Amounts falling due within one year</b>	<u>7</u>	<u>(47,237)</u>	<u>(65,427)</u>
<b>Net current assets</b>		<u>94,109</u>	<u>138,911</u>
<b>Total assets less current liabilities</b>		94,805	139,197
<b>Provisions for liabilities</b>		<u>(132)</u>	<u>(190)</u>
<b>Net assets</b>		<u>94,673</u>	<u>139,007</u>
<b>Capital and reserves</b>			
Called up share capital	<u>8</u>	100	100
Profit and loss account		<u>94,573</u>	<u>138,907</u>
Shareholders' funds		<u>94,673</u>	<u>139,007</u>

For the financial year ending 31 March 2021 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 accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 17 September 2021 and signed on its behalf by:

.....  
Mr Robert Simon Knapp  
Director

.....  
Mr Dillwyn Paul David  
Director

The notes on pages 5 to 10 form an integral part of these financial statements.

# Epsilon Optics Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

### 1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Unit 10, Glasshouse Studios  
Fryern Court Road  
Burgate  
Fordingbridge  
Hampshire  
SP6 1QX

These financial statements were authorised for issue by the Board on 17 September 2021.

### 2 Accounting policies

#### Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

#### Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

#### Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;  
it is probable that future economic benefits will flow to the entity;  
and specific criteria have been met for each of the company's activities.

#### Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rate on the date when the fair value is re-measured.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

# Epsilon Optics Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

### Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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 and that are expected to apply to the reversal of the timing difference.

### Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

### Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Office equipment	25% reducing balance method
Plant and machinery	25% reducing balance method

### Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

### Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

# Epsilon Optics Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

### Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

### Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

### Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

### Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

### Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

## Epsilon Optics Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

#### 3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 3 (2020 - 3).

#### 4 Tangible assets

	Furniture, fittings and equipment £	Other tangible assets £	Total £
<b>Cost or valuation</b>			
At 1 April 2020	-	13,275	13,275
Additions	641	-	641
At 31 March 2021	641	13,275	13,916
<b>Depreciation</b>			
At 1 April 2020	-	12,989	12,989
Charge for the year	160	71	231
At 31 March 2021	160	13,060	13,220
<b>Carrying amount</b>			
At 31 March 2021	481	215	696
At 31 March 2020	-	286	286

#### 5 Stocks

	2021 £	2020 £
Stocks	36,774	32,994

# Epsilon Optics Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

### 6 Debtors

	2021 £	2020 £
Trade debtors	18,197	10,546
Prepayments	1,959	1,334
Other debtors	7,000	101,500
	<u>27,156</u>	<u>113,380</u>

### 7 Creditors

#### Creditors: amounts falling due within one year

	Note	2021 £	2020 £
<b>Due within one year</b>			
Loans and borrowings	<u>9</u>	17,506	32,272
Trade creditors		3,282	21,442
Taxation and social security		21,546	10,470
Accruals and deferred income		966	780
Other creditors		3,937	463
		<u>47,237</u>	<u>65,427</u>

### 8 Share capital

#### Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary of £1 each	100	100	100	100

## Epsilon Optics Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

#### 9 Loans and borrowings

	2021 £	2020 £
<b>Current loans and borrowings</b>		
Other borrowings	<u>17,506</u>	<u>32,272</u>

#### **Other borrowings**

The carrying amount of Connected company loan at year end is £Nil (2020 - £101,500).

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