

Unaudited Financial Statements for the Year Ended 31 March 2022

for

Wright Construction (Durham) Limited

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for the Year Ended 31 March 2022

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Wright Construction (Durham) Limited

Company Information
for the Year Ended 31 March 2022

DIRECTORS:

S D Wright
Mrs J Wright

REGISTERED OFFICE:

North End
Sedgefield
STOCKTON ON TEES
Cleveland
TS21 3BT

REGISTERED NUMBER:

00947202 (England and Wales)

ACCOUNTANTS:

King Hope
Chartered Accountants
34 Romanby Road
NORTHALLERTON
North Yorkshire
DL7 8NF

Balance Sheet
31 March 2022

| | Notes | 2022 £ | 2021 £ |
|--|-------|------------------|------------------|
| FIXED ASSETS | | | |
| Tangible assets | 4 | 99,772 | 77,542 |
| Investments | 5 | 100 | 100 |
| Investment property | 6 | 665,000 | 665,000 |
| | | <u>764,872</u> | <u>742,642</u> |
| CURRENT ASSETS | | | |
| Stocks | | 8,439 | 2,895 |
| Debtors | 7 | 128,105 | 131,977 |
| Cash at bank and in hand | | 316,772 | 323,003 |
| | | <u>453,316</u> | <u>457,875</u> |
| CREDITORS | | | |
| Amounts falling due within one year | 8 | (118,461) | (121,802) |
| NET CURRENT ASSETS | | <u>334,855</u> | <u>336,073</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 1,099,727 | 1,078,715 |
| CREDITORS | | | |
| Amounts falling due after more than one year | 9 | (41,366) | (49,167) |
| NET ASSETS | | <u>1,058,361</u> | <u>1,029,548</u> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | | 100 | 100 |
| Retained earnings | | 1,058,261 | 1,029,448 |
| SHAREHOLDERS' FUNDS | | <u>1,058,361</u> | <u>1,029,548</u> |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2022 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

Balance Sheet - continued
31 March 2022

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 9 December 2022 and were signed on its behalf by:

S D Wright - Director

Notes to the Financial Statements
for the Year Ended 31 March 2022

1. **STATUTORY INFORMATION**

Wright Construction (Durham) Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Revenue in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

| | |
|-------------------------|--|
| Land and buildings | - 2% on cost |
| Plant and machinery etc | - 25% on cost, 25% on reducing balance, 20% on cost and at varying rates on cost |

Government grants

Government grants relates to:

- income accrued under the Coronavirus Job Retention Scheme recognised over the period for which the employee is furloughed
- a business support grant from the local authority in respect of Coronavirus restrictions, recognised on receipt of funds,

Investment property

Land and buildings are classified as investment property when the property is held to earn rentals or for capital appreciation or both. Investment property is initially measured at cost which comprises purchase price and any directly attributable expenditure, and subsequently remeasured to fair value at each reporting date with changes in fair value recognised in profit or loss.

Stocks

Stock and work in progress except long term contract balances are stated at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Long term contract balances are stated at net cost (cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads) less foreseeable losses less any applicable payments on account. The amount recorded as turnover in respect of long term contracts is ascertained by reference to the value of the work carried out to date. Attributable profit is recognised as the difference between recorded turnover and related costs.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

2. **ACCOUNTING POLICIES - continued**

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Fixed asset investments

Investments held as fixed assets are stated at cost less any permanent diminution in value.

Going concern

These financial statements have been prepared on a going concern basis.

The current economic conditions present increased risks for all businesses. In response to such conditions, the Directors have carefully considered these risks, including an assessment of uncertainty of future trading projection for a period of at least 12 months from the date of signing the financial statements, and the extent to which they might affect the preparation of the financial statements on a going concern basis.

Based on this assessment, the Directors consider that the company maintains an appropriate level of liquidity, sufficient to meet the demands of the business. In addition, the company assets are assessed for recoverability on a regular basis, and the Directors consider that the company is not exposed to losses on these assets which would affect their decision to adopt the going concern basis.

The Directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future and that there are no material uncertainties that lead to significant doubt upon the company's ability to continue as a going concern. This the Directors have continued to adopt the going concern basis of accounting in preparing these financial statements.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 7 (2021 - 7) .

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

4. **TANGIBLE FIXED ASSETS**

| | Land and buildings £ | Plant and machinery etc £ | Totals £ |
|------------------------|----------------------------|------------------------------------|----------------|
| COST | | | |
| At 1 April 2021 | 100,783 | 56,997 | 157,780 |
| Additions | - | 31,820 | 31,820 |
| Disposals | - | (14,580) | (14,580) |
| At 31 March 2022 | <u>100,783</u> | <u>74,237</u> | <u>175,020</u> |
| DEPRECIATION | | | |
| At 1 April 2021 | 30,404 | 49,834 | 80,238 |
| Charge for year | 1,352 | 7,900 | 9,252 |
| Eliminated on disposal | - | (14,242) | (14,242) |
| At 31 March 2022 | <u>31,756</u> | <u>43,492</u> | <u>75,248</u> |
| NET BOOK VALUE | | | |
| At 31 March 2022 | <u>69,027</u> | <u>30,745</u> | <u>99,772</u> |
| At 31 March 2021 | <u>70,379</u> | <u>7,163</u> | <u>77,542</u> |

Included in cost of land and buildings is freehold land of £ 30,502 (2021 - £ 30,502) which is not depreciated.

The net book value of tangible fixed assets includes £1756 (2021 - Nil) in respect of assets held under finance leases.

5. **FIXED ASSET INVESTMENTS**

| | Unlisted investments £ |
|--------------------------------------|------------------------------|
| COST | |
| At 1 April 2021 and 31 March 2022 | <u>100</u> |
| NET BOOK VALUE | |
| At 31 March 2022 | <u>100</u> |
| At 31 March 2021 | <u>100</u> |

The company's investments at the Balance Sheet date in the share capital of companies include the following:

WCL Construction Management Ltd

Registered office: North End, Sedgfield, Stockton on Tees, Cleveland, TS21 3BT

Nature of business: Dormant company

| | % holding | 2022 £ | 2021 £ |
|--------------------------------|--------------|--------------|--------------|
| Class of shares: | | | |
| Ordinary | 100.00 | | |
| Aggregate capital and reserves | | <u>8,588</u> | <u>8,588</u> |

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

6. INVESTMENT PROPERTY

| | Total £ |
|-----------------------|----------------|
| FAIR VALUE | |
| At 1 April 2021 | |
| and 31 March 2022 | <u>665,000</u> |
| NET BOOK VALUE | |
| At 31 March 2022 | <u>665,000</u> |
| At 31 March 2021 | <u>665,000</u> |

Fair value at 31 March 2022 is represented by:

| | £ |
|-------------------|----------------|
| Valuation in 2012 | <u>665,000</u> |

If investment property had not been revalued it would have been included at the following historical cost:

| | 2022 £ | 2021 £ |
|------------------------|------------------|-----------------|
| Cost | <u>485,241</u> | <u>485,241</u> |
| Aggregate depreciation | <u>(103,555)</u> | <u>(96,991)</u> |

Investment property was valued on an open market basis on 31 March 2022 by the Directors .

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2022 £ | 2021 £ |
|---------------------------------|----------------|----------------|
| Trade debtors | 108,409 | 105,519 |
| Amounts recoverable on contract | 559 | - |
| Other debtors | <u>19,137</u> | <u>26,458</u> |
| | <u>128,105</u> | <u>131,977</u> |

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2022 £ | 2021 £ |
|------------------------------------|----------------|----------------|
| Bank loans and overdrafts | 10,000 | 833 |
| Finance leases (see note 10) | 390 | - |
| Trade creditors | 54,674 | 50,466 |
| Amounts owed to group undertakings | 8,588 | 8,588 |
| Taxation and social security | 23,913 | 19,193 |
| Other creditors | <u>20,896</u> | <u>42,722</u> |
| | <u>118,461</u> | <u>121,802</u> |

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

9. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

| | 2022 | 2021 |
|------------------------------|---------------|---------------|
| | £ | £ |
| Bank loans | 40,000 | 49,167 |
| Finance leases (see note 10) | 1,366 | - |
| | <u>41,366</u> | <u>49,167</u> |

10. **LEASING AGREEMENTS**

Minimum lease payments fall due as follows:

| | Finance leases | |
|----------------------------|----------------------------------|----------|
| | 2022 | 2021 |
| | £ | £ |
| Net obligations repayable: | | |
| Within one year | 390 | - |
| Between one and five years | 1,366 | - |
| | <u>1,756</u> | <u>-</u> |
| | | |
| | Non-cancellable operating leases | |
| | 2022 | 2021 |
| | £ | £ |
| Within one year | 6,634 | - |
| Between one and five years | 12,715 | - |
| | <u>19,349</u> | <u>-</u> |

11. **PENSION COMMITMENTS**

The Company operates defined contribution pension schemes. The assets of the schemes are held separately from those of the Company in independently administered funds. The pension cost charge represents contributions payable by the Company to the funds and amounted to £9,410 (2021 - £6,087). Outstanding contributions due to the funds at the year end were £790 (2021 - £429).

12. **RELATED PARTY DISCLOSURES**

At the balance sheet date the company owed £2,960 (2021 £7,135) to a director, the loan is interest free and has no specific repayment terms.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.