

E BUTLER (PROPERTIES) LIMITED

UNAUDITED

FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE YEAR ENDED 31 MARCH 2020

E BUTLER (PROPERTIES) LIMITED
REGISTERED NUMBER: 02461188

BALANCE SHEET
AS AT 31 MARCH 2020

	Note	2020 £	2019 £
Fixed assets			
Investment property	4	1,555,000	1,555,000
		<u>1,555,000</u>	<u>1,555,000</u>
Current assets			
Debtors: amounts falling due within one year	5	728,206	1,028
Cash at bank and in hand	6	43,436	28,056
		<u>771,642</u>	<u>29,084</u>
Creditors: amounts falling due within one year	7	(150,341)	(98,381)
Net current assets/(liabilities)		<u>621,301</u>	<u>(69,297)</u>
Total assets less current liabilities		<u>2,176,301</u>	<u>1,485,703</u>
Creditors: amounts falling due after more than one year	8	(600,000)	-
Provisions for liabilities			
Deferred tax	10	(73,703)	(65,945)
		<u>(73,703)</u>	<u>(65,945)</u>
Net assets		<u><u>1,502,598</u></u>	<u><u>1,419,758</u></u>
Capital and reserves			
Called up share capital		1,000	1,000
Profit and loss account	11	1,501,598	1,418,758
		<u><u>1,502,598</u></u>	<u><u>1,419,758</u></u>

E BUTLER (PROPERTIES) LIMITED
REGISTERED NUMBER: 02461188

BALANCE SHEET (CONTINUED)
AS AT 31 MARCH 2020

The director considers that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

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

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 30 September 2020.

C N Butler
Director

The notes on pages 3 to 9 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

1.2 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

1.3 Interest income

Interest income is recognised in profit or loss using the effective interest method.

1.4 Finance costs

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

1.5 Borrowing costs

All borrowing costs are recognised in profit or loss in the year in which they are incurred.

E BUTLER (PROPERTIES) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

1. Accounting policies (continued)

1.6 Current and deferred taxation

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

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

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

1.7 Investment property

Investment property is carried at fair value determined annually by the director and derived from the current market rents and investment property yields for comparable real estate, adjusted if necessary for any difference in the nature, location or condition of the specific asset. No depreciation is provided. Changes in fair value are recognised in the Statement of income and retained earnings.

1.8 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

1.9 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

1.10 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

E BUTLER (PROPERTIES) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

1. Accounting policies (continued)

1.11 Provisions for liabilities

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to profit or loss in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the Balance sheet date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Balance sheet.

1.12 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or in case of an out-right short-term loan that is not at market rate, the financial asset or liability is measured, initially at the present value of future cash flows discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost, unless it qualifies as a loan from a director in the case of a small company, or a public benefit entity concessionary loan.

2. General information

E Butler (Properties) Ltd is a private limited company incorporated in England and Wales.

The registered office is 601 London Road, Kingsridge House, Westcliff on Sea, Essex, SS0 9PE.

The principal activity of the company is that of property investment.

3. Employees

The average monthly number of employees, including directors, during the year was 2 (2019 - 2).

E BUTLER (PROPERTIES) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

4. Investment property

	Freehold investment property £
Valuation	
At 1 April 2019	1,555,000
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At 31 March 2020	1,555,000
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The 2020 valuations were made by the director, on an open market value for existing use basis.

If the Investment properties had been accounted for under the historic cost accounting rules, the properties would have been measured as follows:

	2020 £	2019 £
Historic cost	765,462	765,462
	<hr/>	<hr/>
	765,462	765,462
	<hr/> <hr/>	<hr/> <hr/>

5. Debtors

	2020 £	2019 £
Trade debtors	3,072	-
Amounts owed by group undertakings	724,924	-
Other debtors	210	1,028
	<hr/>	<hr/>
	728,206	1,028
	<hr/> <hr/>	<hr/> <hr/>

6. Cash and cash equivalents

	2020 £	2019 £
Cash at bank and in hand	43,436	28,056
	<hr/>	<hr/>
	43,436	28,056
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E BUTLER (PROPERTIES) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

7. Creditors: Amounts falling due within one year

	2020 £	2019 £
Bank loans	-	11,450
Trade creditors	112,592	-
Amounts owed to group undertakings	-	58,578
Corporation tax	21,251	16,439
Accruals and deferred income	16,498	11,914
	<u>150,341</u>	<u>98,381</u>

The following liabilities were secured:

	2020 £	2019 £
Bank loans	-	11,450
	<u>-</u>	<u>11,450</u>

Details of security provided:

Bank borrowings are secured by way of mortgage over each of the company's freehold properties.

8. Creditors: Amounts falling due after more than one year

	2020 £	2019 £
Bank loans	600,000	-
	<u>600,000</u>	<u>-</u>

The following liabilities were secured:

	2020 £	2019 £
Bank loans	600,000	-
	<u>600,000</u>	<u>-</u>

Details of security provided:

Bank borrowings are secured by way of mortgage over each of the company's freehold properties.

E BUTLER (PROPERTIES) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

9. Loans

Analysis of the maturity of loans is given below:

	2020 £	2019 £
Amounts falling due within one year		
Bank loans	-	11,450
	<u>-</u>	<u>11,450</u>
Amounts falling due 2-5 years		
Bank loans	600,000	-
	<u>600,000</u>	<u>-</u>
	<u>600,000</u>	<u>11,450</u>

10. Deferred taxation

	2020 £	2019 £
At beginning of year	(65,945)	(61,565)
Charged to profit or loss	(7,758)	(4,380)
At end of year	<u>(73,703)</u>	<u>(65,945)</u>

The provision for deferred taxation is made up as follows:

	2020 £	2019 £
On fair value movements	(73,703)	(65,945)
	<u>(73,703)</u>	<u>(65,945)</u>

11. Reserves

Profit and loss account

The profit and loss comprises the retained profits and losses of the company, of which £715,834 is non-distributable as at 31 March 2020 as it relates to gains on fair value adjustments to investment property.

E BUTLER (PROPERTIES) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

12. Related party transactions

The company is controlled by its director, C N Butler.

During the year the company entered into transactions under normal commercial terms with E Butler Limited, the company's immediate and ultimate parent undertaking, as follows;

Turnover £812,002 (2019 : £25,841)

At 31 March 2020, the company was owed £724,924 £ (2019 : £55,578 creditor) by E Butler Limited.

13. Controlling party

The company's immediate and ultimate parent undertaking is E Butler Limited, a company registered in England and Wales.

The registered office is 601 London Road, Kingsridge House, Westcliff on Sea, Essex, SS0 9PE.

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.