

ORCHARD HOMES (SOUTH WEST) LIMITED

UNAUDITED

FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE YEAR ENDED 31 MARCH 2020

COVID-19 Global Pandemic

The directors have considered the outbreak of COVID-19 in early 2020, and with this in mind believe that as at the year end date the financial statements show a true and fair view.

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2020

| | Note | 2020 £ | 2019 £ |
|--|------|------------------|------------------|
| Current assets | | | |
| Cash at bank and in hand | | 22,117 | 226,206 |
| | | <u>22,117</u> | <u>226,206</u> |
| Creditors: amounts falling due within one year | 4 | (233,570) | (417,307) |
| | | <u>(233,570)</u> | <u>(417,307)</u> |
| Net current liabilities | | (211,453) | (191,101) |
| | | <u>(211,453)</u> | <u>(191,101)</u> |
| Total assets less current liabilities | | (211,453) | (191,101) |
| | | <u>(211,453)</u> | <u>(191,101)</u> |
| Net liabilities | | (211,453) | (191,101) |
| | | <u>(211,453)</u> | <u>(191,101)</u> |
| Capital and reserves | | | |
| Called up share capital | | 2 | 2 |
| Profit and loss account | | (211,455) | (191,103) |
| | | <u>(211,455)</u> | <u>(191,103)</u> |
| | | <u>(211,453)</u> | <u>(191,101)</u> |

The directors consider 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 directors acknowledge their 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 by:

Mr N A Grodhunce
Director

Mr S J Arnold
Director

Date: 31 March 2021

The notes on pages 2 to 3 form part of these financial statements.

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

1. General information

Orchard Homes (South West) Limited is a private company limited by shares incorporated in England and Wales, registered number 03868844. The registered office is 2nd Floor Stratus House, Emperor Way, Exeter Business Park, Exeter, Devon, EX1 3QS..

2. Accounting policies

2.1 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 preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies.

The following principal accounting policies have been applied:

2.2 Going concern

The company has an excess of liabilities over assets. The company relies on the continued support of the directors. The directors also believe that the company will return to profitability in the future and therefore, the directors believe that it is appropriate to prepare the accounts on the going concern basis.

2.3 Interest income

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

2.4 Taxation

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 reporting date in the countries where the Company operates and generates income.

2.5 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.

2.6 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.

2.7 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.

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

2. Accounting policies (continued)

2.7 Financial instruments (CONTINUED)

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of income and retained earnings.

3. Employees

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

4. Creditors: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2020 £ | 2019 £ |
|------------------------------------|----------------|----------------|
| Trade creditors | 500 | 720 |
| Other taxation and social security | 798 | 821 |
| Other creditors | 230,372 | 413,866 |
| Accruals and deferred income | 1,900 | 1,900 |
| | <u>233,570</u> | <u>417,307</u> |

5. Share capital

| | 2020 £ | 2019 £ |
|---|-----------|-----------|
| ALLOTTED, CALLED UP AND FULLY PAID | | |
| 1 (2019: 1) Ordinary A share of £1 | 1 | 1 |
| 1 (2019: 1) Ordinary B share of £1 | 1 | 1 |
| | <u>2</u> | <u>2</u> |

6. Related party transactions

During the year, a director of Orchard Homes (South West) Limited maintained a current account with the company. At the year end the company owed the director £30,524 (2019: £88,996). No interest is charged and there are no set repayment terms.

During the year a shareholder of Orchard Homes (South West) Limited maintained a current account with the company. At the year end, the company owed the shareholder £199,848 (2019: £324,848). No interest is charged and there are no set 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.