

Registered number: 06730337

Edgcote Limited

Unaudited

Financial statements

Information for filing with the registrar

For the Year Ended 31 March 2022

Chartered Accountants' Report to the Board of Directors on the preparation of the Unaudited Statutory Financial Statements of Edgcote Limited for the Year Ended 31 March 2022

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Edgcote Limited for the year ended 31 March 2022 which comprise the Balance Sheet and the related notes from the Company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <https://www.icaew.com/regulation>.

This report is made solely to the Board of Directors of Edgcote Limited, as a body, in accordance with the terms of our engagement letter dated 18 July 2022. Our work has been undertaken solely to prepare for your approval the financial statements of Edgcote Limited and state those matters that we have agreed to state to the Board of Directors of Edgcote Limited, as a body, in this report in accordance with ICAEW Technical Release TECH07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Edgcote Limited and its Board of Directors, as a body, for our work or for this report.

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

We have not been instructed to carry out an audit or review of the financial statements of Edgcote 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 financial statements.

Kreston Reeves LLP

Chartered Accountants

Springfield House
Springfield Road
Horsham
West Sussex
RH12 2RG
18 August 2022

Balance Sheet
As at 31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	4	3,820	5,269
Investment property	5	775,000	730,000
		<u>778,820</u>	<u>735,269</u>
Current assets			
Debtors: amounts falling due within one year	6	31,023	30,006
Current asset investments	7	238,285	217,088
Cash at bank and in hand		144,572	478,717
		<u>413,880</u>	<u>725,811</u>
Creditors: amounts falling due within one year	8	(60,608)	(209,982)
Net current assets		<u>353,272</u>	<u>515,829</u>
Total assets less current liabilities		<u>1,132,092</u>	<u>1,251,098</u>
Provisions for liabilities			
Deferred tax	9	(41,973)	(19,597)
		<u>(41,973)</u>	<u>(19,597)</u>
Net assets		<u><u>1,090,119</u></u>	<u><u>1,231,501</u></u>
Capital and reserves			
Called up share capital	10	2	2
Revaluation reserve		162,982	119,208
Profit and loss account		927,135	1,112,291
		<u><u>1,090,119</u></u>	<u><u>1,231,501</u></u>

Edgcote Limited
Registered number: 06730337

Balance Sheet (continued)
As at 31 March 2022

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 profit and loss account 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:

.....
J L Rawnsley
Director

Date: 17 August 2022

**Notes to the Financial Statements
For the Year Ended 31 March 2022**

1. General information

The company is a private company limited by share capital incorporated in England and Wales. The registration number of the company is 06730337.

The address of its registered office is:

Springfield House

Springfield Road

Horsham

West Sussex

RH12 2RG

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 financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest £1.

The following principal accounting policies have been applied:

2.2 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.

2.3 Interest income

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

**Notes to the Financial Statements
For the Year Ended 31 March 2022**

2. Accounting policies (continued)

2.4 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.5 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.

2.6 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

**Notes to the Financial Statements
For the Year Ended 31 March 2022**

2. Accounting policies (continued)

2.6 Tangible fixed assets (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Fixtures and fittings	-	10%	Straight line
Office equipment	-	33%	Straight line
Computer equipment	-	33%	Straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

2.7 Investment property

Investment property is carried at fair value determined annually by external valuers 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 profit or loss.

2.8 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.

2.9 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.

2.10 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.

2.11 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.

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

2. Accounting policies (continued)

2.12 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

3. Employees

The average monthly number of employees, including directors, during the year was 2 (2021 - 2).

4. Tangible fixed assets

	Fixtures, fittings and equipment £	Computer equipment £	Total £
Cost or valuation			
At 1 April 2021	17,493	4,106	21,599
Disposals	-	(2,020)	(2,020)
At 31 March 2022	17,493	2,086	19,579
Depreciation			
At 1 April 2021	12,298	4,032	16,330
Charge for the year on owned assets	1,375	74	1,449
Disposals	-	(2,020)	(2,020)
At 31 March 2022	13,673	2,086	15,759
Net book value			
At 31 March 2022	3,820	-	3,820
At 31 March 2021	5,195	74	5,269

**Notes to the Financial Statements
For the Year Ended 31 March 2022**

5. Investment property

	Freehold investment property £
Valuation	
At 1 April 2021	730,000
Surplus on revaluation	45,000
At 31 March 2022	<u>775,000</u>

The 2022 valuations were made by the directors, 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:

	2022 £	2021 £
Historic cost	600,752	600,752
	<u>600,752</u>	<u>600,752</u>

6. Debtors

	2022 £	2021 £
Trade debtors	28,800	28,800
Other debtors	2,223	1,206
	<u>31,023</u>	<u>30,006</u>

7. Current asset investments

	2022 £	2021 £
Listed investments	238,285	217,088
	<u>238,285</u>	<u>217,088</u>

**Notes to the Financial Statements
For the Year Ended 31 March 2022**

8. Creditors: Amounts falling due within one year

	2022 £	2021 £
Corporation tax	20,000	108,064
Other taxation and social security	5,981	67,566
Other creditors	32,668	32,356
Accruals and deferred income	1,959	1,996
	<u>60,608</u>	<u>209,982</u>

9. Deferred taxation

	2022 £	2021 £
At beginning of year	19,597	9,752
Charged to profit or loss	22,376	9,845
At end of year	<u>41,973</u>	<u>19,597</u>

The provision for deferred taxation is made up as follows:

	2022 £	2021 £
Accelerated capital allowances	955	1,001
Revaluation of investments	41,018	18,596
	<u>41,973</u>	<u>19,597</u>

10. Share capital

	2022 £	2021 £
Allotted, called up and fully paid		
2 (2021 - 2) Ordinary shares of £1.00 each	<u>2</u>	<u>2</u>

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.