

**REDDAN LIMITED**

**UNAUDITED**

**FINANCIAL STATEMENTS**

**INFORMATION FOR FILING WITH THE REGISTRAR**

**FOR THE YEAR ENDED 31 MAY 2019**

**REDDAN LIMITED**  
**REGISTERED NUMBER: 02554799**

**BALANCE SHEET**  
**AS AT 31 MAY 2019**

Note	2019 £	2018 £
<b>Current assets</b>		
Debtors: amounts falling due within one year	4      20,720	694,081
Cash at bank and in hand	5      7,556	14,440
	<u>28,276</u>	<u>708,521</u>
Creditors: amounts falling due within one year	6      (48,689)	(114,199)
<b>Net current (liabilities)/assets</b>	<u>(20,413)</u>	594,322
<b>Total assets less current liabilities</b>	<u>(20,413)</u>	594,322
<b>Net (liabilities)/assets</b>	<u><u>(20,413)</u></u>	<u><u>594,322</u></u>
<b>Capital and reserves</b>		
Called up share capital	76	76
Profit and loss account	(20,489)	594,246
	<u>(20,413)</u>	<u><u>594,322</u></u>

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 13 February 2020.

**M Reddan**

Director

The notes on pages 2 to 5 form part of these financial statements.

**REDDAN LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MAY 2019**

**1. General information**

The company is limited by shares and incorporated in England. Its registered office is 601 London Road, Westcliff-on-Sea, Essex, SS0 9PE. Its principle place of business is 438 Southchurch Road, Southend-on-Sea, Essex, SS1 2QA.

**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 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:

**Sale of goods**

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

**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 the Statement of income and retained earnings using the effective interest method.

**REDDAN LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MAY 2019**

**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 the Statement of income and retained earnings 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 Taxation**

Tax is recognised in the Statement of income and retained earnings, 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.

**2.6 Exceptional items**

Exceptional items are transactions that fall within the ordinary activities of the Company but are presented separately due to their size or incidence.

**2.7 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.

**2.8 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.

**2.9 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.

**2.10 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 non-puttable 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

## REDDAN LIMITED

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## 2. Accounting policies (continued)

## 2.10 Financial instruments (continued)

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 financed at a rate of interest that is not a market rate or in the case of an out-right short-term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Investments in non-convertible preference shares and in non-puttable ordinary and preference shares are measured:

- at fair value with changes recognised in the Statement of income and retained earnings if the shares are publicly traded or their fair value can otherwise be measured reliably;
- at cost less impairment for all other investments.

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 4 (2018 - 4).

## 4. Debtors

	2019	2018
	£	£
Other debtors	<u>20,720</u>	<u>694,081</u>

## 5. Cash and cash equivalents

	2019	2018
	£	£
Cash at bank and in hand	<u>7,556</u>	<u>14,440</u>

## REDDAN LIMITED

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## 6. Creditors: Amounts falling due within one year

	2019	2018
	£	£
Trade creditors	31,263	34,355
Amounts owed to group undertakings	-	59,843
Corporation tax	1,209	459
Other taxation and social security	1,962	2,172
Other creditors	98	1,373
Accruals and deferred income	14,157	15,997
	<u>48,689</u>	<u>114,196</u>

## 7. Pension commitments

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £764 (2018 - £663). Contributions totalling £98 (2018 - £Nil) were payable to the fund at the balance sheet date and are included in creditors.

## 8. Related party transactions

During the year the company had intercompany transactions with the other companies within the group, Reddan Group Limited and Reddan Contractors Limited as follows:  
 Reddan Group Limited Debtor £Nil (2018 - £672,741)  
 Reddan Contractors Limited Management charges £115,333 (2018 - £108,000)  
 Creditor £Nil (2018 - £59,843 Creditor)

## 9. Controlling party

The companies ultimate controlling party is Reddan Group Ltd by virtue of their ownership of 75% of the issued share capital in the company. Reddan Group Ltd is a company controlled by the direct Mr M Reddan and his wife Mrs D Reddan, so they are the ultimate controlling parties.

