

Danecroft Developments Ltd

Annual Report and Unaudited Filleted Financial Statements

for the Year Ended 31 May 2020

www.datalog.co.uk

Apache

Access forbidden!

Danecroft Developments Ltd

Contents

Company Information	1
Balance Sheet	2
Notes to the Unaudited Financial Statements	3 to 7

Danecroft Developments Ltd

Company Information

Directors	AG Nicholls P Nicholls M Nicholls T Tobin
Company secretary	Manningtons Ltd

Registered office	8 High Street Heathfield East Sussex TN21 8LS
--------------------------	--

Accountants	Manningtons 8 High Street Heathfield East Sussex TN21 8LS
--------------------	---

Danecroft Developments Ltd
(Registration number: 10301769)
Balance Sheet as at 31 May 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	4	308,609	275,850
Current assets			
Stocks	5	1,445,000	1,725,000
Debtors	6	30,276	871,374
Cash at bank and in hand		<u>1,713,084</u>	<u>213,398</u>
		3,188,360	2,809,772
Creditors: Amounts falling due within one year	7	<u>(2,036,616)</u>	<u>(2,285,641)</u>
Net current assets		<u>1,151,744</u>	<u>524,131</u>
Total assets less current liabilities		1,460,353	799,981
Creditors: Amounts falling due after more than one year	7	<u>(18,721)</u>	<u>(33,497)</u>
Net assets		<u><u>1,441,632</u></u>	<u><u>766,484</u></u>
Capital and reserves			
Called up share capital		1,000	1,000
Profit and loss account		<u>1,440,632</u>	<u>765,484</u>
Shareholders' funds		<u><u>1,441,632</u></u>	<u><u>766,484</u></u>

For the financial year ending 31 May 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 15 December 2020 and signed on its behalf by:

.....

AG Nicholls
Director

Danecroft Developments Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 May 2020

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:
8 High Street
Heathfield
East Sussex
TN21 8LS
United Kingdom

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

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 taxable income.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Danecroft Developments Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 May 2020

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Plant and machinery	10% reducing balance
Office equipment	33% straight line
Motor vehicles	25% reducing balance

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised at the transaction price, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised at the transaction price.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Danecroft Developments Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 May 2020

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 4 (2019 - 4).

Danecroft Developments Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 May 2020

4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Other tangible assets £	Total £
Cost or valuation				
At 1 June 2019	109	29,990	303,326	333,425
Additions	-	-	70,406	70,406
At 31 May 2020	109	29,990	373,732	403,831
Depreciation				
At 1 June 2019	72	8,622	48,881	57,575
Charge for the year	36	5,154	32,457	37,647
At 31 May 2020	108	13,776	81,338	95,222
Carrying amount				
At 31 May 2020	1	16,214	292,394	308,609
At 31 May 2019	37	21,368	254,445	275,850

5 Stocks

	2020 £	2019 £
Work in progress	1,445,000	1,725,000

6 Debtors

	2020 £	2019 £
Trade debtors	14,824	810,000
Taxation and social security	15,452	61,374
	30,276	871,374

Danecroft Developments Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 May 2020

7 Creditors

Creditors: amounts falling due within one year

	Note	2020 £	2019 £
Due within one year			
Bank loans and overdrafts	8	545,621	1,257,974
Trade creditors		12,831	116,450
Taxation and social security		178,502	134,634
Accruals and deferred income		933,711	414,253
Other creditors		493	12,370
Director loan account		365,458	349,960
		<u>2,036,616</u>	<u>2,285,641</u>

Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
Due after one year			
Loans and borrowings	8	<u>18,721</u>	<u>33,497</u>

8 Loans and borrowings

	2020 £	2019 £
Non-current loans and borrowings		
Hire purchase contracts	<u>18,721</u>	<u>33,497</u>

	2020 £	2019 £
Current loans and borrowings		
Bank borrowings	530,844	1,229,996
Hire purchase contracts	<u>14,777</u>	<u>27,978</u>
	<u>545,621</u>	<u>1,257,974</u>