

Paulsec Finance Limited

Unaudited Financial Statements

For the year ended 31 July 2022

For Filing with Registrar

Company Registration No. 00721692 (England and Wales)

Paulsec Finance Limited

Company Information

Directors	P Crocker H Crocker E S Crocker
Secretary	E S Crocker
Company number	00721692
Registered office	6th Floor 9 Appold Street London EC2A 2AP
Accountants	Moore Kingston Smith LLP 6th Floor 9 Appold Street London EC2A 2AP
Business address	3rd Floor 44 Great Marlborough Street London W1F 7JL

Paulsec Finance Limited

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Paulsec Finance Limited

Balance Sheet

As at 31 July 2022

		2022	2021
	Notes	£	£
Current assets			
Stock		300	10,080,000
Debtors falling due after more than one year	3	-	8,216,195
Debtors falling due within one year	3	1,695,165	641,446
Cash at bank and in hand		1,011	2,536,613
		<u>1,696,476</u>	<u>21,474,254</u>
Creditors: amounts falling due within one year	4	<u>(1,695,747)</u>	<u>(350,486)</u>
Net current assets		729	21,123,768
Provisions for liabilities	6	-	(1,531,082)
Net assets		<u>729</u>	<u>19,592,686</u>
Capital and reserves			
Called up share capital	7	40	40
Profit and loss reserves		689	19,592,646
Total equity		<u>729</u>	<u>19,592,686</u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 July 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

Paulsec Finance Limited

Balance Sheet (Continued)

As at 31 July 2022

The financial statements were approved by the board of directors and authorised for issue on 18 April 2023 and are signed on its behalf by:

P Crocker
Director

Company Registration No. 00721692

Paulsec Finance Limited

Notes to the Financial Statements

For the year ended 31 July 2022

1 Accounting policies

Company information

Paulsec Finance Limited is a private company limited by shares incorporated in England and Wales. The registered office is 6th Floor, 9 Appold Street, London, EC2A 2AP.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover comprises revenue recognised by the company in respect of the sale in trading properties, loan arrangement fees and loan interest charged from providing finance to other entities.

Revenue on the sale of a property is recognised when completion of the sales contract occurs during the accounting period.

Loan arrangement fees and loan interest charged are recognised in the period in which the income relates.

Other income comprises of income recognised by the company in respect of any rent receivable on properties held as trading stock. Rent receivable is recognised in the period in which the income relates.

1.3 Stock

Stock comprises properties held for sale as trading stock. Stocks are valued at the lower of cost and net realisable value. Cost includes all direct costs associated with the purchase and subsequent improvement of the properties.

1.4 Cash at bank and in hand

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.5 Financial instruments

Basic financial instruments are held at cost. The company has no other financial instruments or basic financial instruments measured at fair value.

1.6 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

Paulsec Finance Limited

Notes to the Financial Statements (Continued)

For the year ended 31 July 2022

1 Accounting policies

(Continued)

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recognised in profit or loss immediately, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk.

1.7 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 0 (2021 - 0).

3 Debtors

	2022	2021
	£	£
Amounts falling due within one year:		
Trade debtors	-	4,356
Amounts owed by group undertakings	1,695,165	-
Other debtors	-	637,090
	<u>1,695,165</u>	<u>641,446</u>
	2022	2021

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Notes to the Financial Statements (Continued)

For the year ended 31 July 2022

3 Debtors (Continued)

Amounts falling due after more than one year:	£	£
Trade debtors	-	8,216,195
Total debtors	1,695,165	8,857,641

4 Creditors: amounts falling due within one year

	2022 £	2021 £
Corporation tax	1,695,747	196,241
Other creditors	-	154,245
	1,695,747	350,486

5 Provisions for liabilities

	2022 £	2021 £
Deferred tax liabilities	-	1,531,082

6 Deferred taxation

The following are the major deferred tax liabilities and assets recognised by the company and movements thereon:

	Liabilities 2022 £	Liabilities 2021 £
Balances:		
Property gains	-	1,531,082
Movements in the year:		2022 £
Liability at 1 August 2021		1,531,082
Credit to profit or loss		(1,531,082)
Liability at 31 July 2022		-

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Notes to the Financial Statements (Continued)

For the year ended 31 July 2022

7 Called up share capital

	2022 Number	2021 Number	2022 £	2021 £
Ordinary share capital Issued and fully paid				
Ordinary shares of £1 each	40	40	40	40
	==	==	==	==

8 Related party transactions

During the year, properties amounting to £8,669,000 (2021: £nil) were sold to group undertakings.

At the year end, the company was owed £nil (2021: £55,610) by companies under common control. The prior year balance was included within other debtors. was repayable on demand and interest free.

At the year end, the company was owed £nil (2021: £8,216,195) by companies under common control which is included within trade debtors due in over one year. Interest of £97,777 (2021: £175,843) and arrangement fees of £nil (2021: £34,859) has been charged in the year.

At the year end, the company was owed £1,695,165 (2021: £nil) by group undertakings. The balance is repayable on demand and interest free. During the year, loans with group undertakings totaling £19,998,203 (2021: £nil) were written off.

At the year end, the company owed £nil (2021: £102,461) to companies under common control. The prior year balance was included within other creditors due within one year, was repayable on demand and interest free.

During the year the company made available facilities totalling a maximum of £nil (2021: £6,000,000) to companies under common control. At the balance sheet date, £nil (2021: £nil) of this facility had been drawn and was outstanding.

9 Parent company

From 1 March 2022, the immediate parent is Delph Group Holdings Limited, a company registered in England and Wales.

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.