

Chadwick Holdings Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2019

Newsham Hanson Accountants Limited
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Chadwick Holdings Limited

Contents

Company Information	<u>1</u>
Balance Sheet	<u>2</u> to <u>3</u>
Notes to the Financial Statements	<u>4</u> to <u>10</u>

Chadwick Holdings Limited

Company Information

Directors Mr S A Douglas
Mr M W Douglas
Mr R J Douglas

Company secretary Mrs J M Douglas

Registered office Chadwick House
6 Hallam Road
Clevedon
North Somerset
BS21 7SF

Accountants Newsham Hanson Accountants Limited
Chartered Certified Accountants
Edinburgh House
1-5 Bellevue Road
Clevedon
North Somerset
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Chadwick Holdings Limited

(Registration number: 00895332)

Balance Sheet as at 31 December 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	<u>5</u>	284	570
Investment property	<u>6</u>	509,958	3,063,600
Investments	<u>7</u>	46,389	116,357
		<u>556,631</u>	<u>3,180,527</u>
Current assets			
Debtors	<u>8</u>	3,983,702	2,790,137
Cash at bank and in hand		<u>774,377</u>	<u>110,736</u>
		4,758,079	2,900,873
Creditors: Amounts falling due within one year	<u>9</u>	<u>(25,012)</u>	<u>(4,190,650)</u>
Net current assets/(liabilities)		<u>4,733,067</u>	<u>(1,289,777)</u>
Total assets less current liabilities		5,289,698	1,890,750
Creditors: Amounts falling due after more than one year	<u>9</u>	-	(860,000)
Provisions for liabilities		<u>12,077</u>	<u>(15,692)</u>
Net assets		<u>5,301,775</u>	<u>1,015,058</u>
Capital and reserves			
Called up share capital	<u>10</u>	750	750
Profit and loss account		<u>5,301,025</u>	<u>1,014,308</u>
Total equity		<u>5,301,775</u>	<u>1,015,058</u>

For the financial year ending 31 December 2019 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.

The notes on pages 4 to 10 form an integral part of these financial statements.

Chadwick Holdings Limited

(Registration number: 00895332)

Balance Sheet as at 31 December 2019

Approved and authorised by the Board on 4 June 2020 and signed on its behalf by:

.....

Mr R J Douglas
Director

The notes on pages 4 to 10 form an integral part of these financial statements.

Page 3

Chadwick Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

1 General information

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

The address of its registered office is:

Chadwick House
6 Hallam Road
Clevedon
North Somerset
BS21 7SF

These financial statements were authorised for issue by the Board on 4 June 2020.

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.

Group accounts not prepared

The company, and the group headed by it, qualify as small as set out in section 383 of the Act and the group are considered eligible for the exemption as determined by reference to sections 384 and 399(2A) of the Act..

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 and deferred 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.

Chadwick Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the statement of financial position 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.

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
Office equipment	20% straight line basis

Investment property

Investment property is carried at fair value, derived from the current market prices by the directors for comparable real estate determined annually by external valuers. The valuers use observable market prices, adjusted if necessary for any difference in the nature, location or condition of the specific asset. Changes in fair value are recognised in profit or loss.

Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

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.

Chadwick Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

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 initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, 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.

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 initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

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.

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.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 7 (2018 - 5).

Chadwick Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

4 Tax on profit on ordinary activities

	2019 £	2018 £
Current tax		
Corporation tax charge	-	-
Deferred tax		
Deferred tax	(12,076)	15,692
Total tax on profit on ordinary activities	<u>(12,076)</u>	<u>15,692</u>

5 Tangible assets

	Furniture, fittings and equipment £	Total £
Cost or valuation		
At 1 January 2019	<u>9,441</u>	<u>9,441</u>
At 31 December 2019	<u>9,441</u>	<u>9,441</u>
Depreciation		
At 1 January 2019	8,871	8,871
Charge for the year	<u>286</u>	<u>286</u>
At 31 December 2019	<u>9,157</u>	<u>9,157</u>
Carrying amount		
At 31 December 2019	<u>284</u>	<u>284</u>
At 31 December 2018	<u>570</u>	<u>570</u>

6 Investment properties

	2019 £
At 1 January	3,063,600
Additions	4,958
Disposals	<u>(2,558,600)</u>
At 31 December	<u>509,958</u>

The investment properties are valued by the directors at what they believe is market value.

There has been no valuation of investment property by an independent valuer.

Chadwick Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

7 Investments

	2019 £	2018 £
Investments in subsidiaries	<u>46,389</u>	<u>116,357</u>
Subsidiaries		£
Cost or valuation		
At 1 January 2019		116,357
Fair value adjustment		(69,966)
Disposals		<u>(2)</u>
At 31 December 2019		<u>46,389</u>
Provision		
Carrying amount		
At 31 December 2019		<u>46,389</u>
At 31 December 2018		<u>116,357</u>

Details of undertakings

Details of the investments (including principal place of business of unincorporated entities) in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2019	2018
Subsidiary undertakings				
Chadwick Newminster House Limited	Chadwick House	ordinary shares	100%	100%
Chadwick (Bridgwater) Limited	Chadwick House	ordinary shares	100%	100%
ROK 004 Limited	Chadwick House	ordinary shares	0%	100%
ROK 005 Limited	Chadwick House	ordinary shares	0%	100%
Letting Ladder Limited	Chadwick House	ordinary shares	91%	91%
Joint ventures				
Chadwick Business Centres Limited	Chadwick House	ordinary shares	50%	50%
Virtual Headquarters Limited	Edinburgh House, 1-5 Bellevue Road, BS21 7NP	ordinary shares	50%	50%

Chadwick Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

8 Debtors

	Note	2019 £	2018 £
Trade debtors		-	810
Amounts owed by group undertakings and undertakings in which the company has a participating interest		3,583,998	2,645,932
Other debtors		399,704	143,395
		<u>3,983,702</u>	<u>2,790,137</u>

9 Creditors

Creditors: amounts falling due within one year

	Note	2019 £	2018 £
Due within one year			
Bank loans and overdrafts	11	-	40,000
Trade creditors		1,651	3,526
Amounts due to related parties		253	320
Taxation and social security		16,588	16,000
Other creditors		6,520	4,130,804
		<u>25,012</u>	<u>4,190,650</u>

Due after one year

Loans and borrowings	11	<u>-</u>	<u>860,000</u>
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Creditors: amounts falling due after more than one year

	Note	2019 £	2018 £
Due after one year			
Loans and borrowings	11	<u>-</u>	<u>860,000</u>

10 Share capital

Allotted, called up and fully paid shares

	2019		2018	
	No.	£	No.	£
Ordinary shares of £0.01 (2018 - £1) each	75,000	750.00	750	750

Chadwick Holdings Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

11 Loans and borrowings

	2019 £	2018 £
Non-current loans and borrowings		
Bank borrowings	-	860,000
	<hr/>	<hr/>
	2019 £	2018 £
Current loans and borrowings		
Bank borrowings	-	40,000
	<hr/>	<hr/>

Page 10

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.