

PRONTO JOINERY LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2021
PAGES FOR FILING WITH REGISTRAR

PRONTO JOINERY LIMITED

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PRONTO JOINERY LIMITED

BALANCE SHEET AS AT 30 APRIL 2021

		2021	2020
	Notes	£	as restated £
Fixed assets			
Tangible assets	4	61,513	63,793
Current assets			
Stocks		97,998	97,351
Debtors	5	22,447	24,581
Cash at bank and in hand		2,542	1,140
		<u>122,987</u>	<u>123,072</u>
Creditors: amounts falling due within one year	6	<u>(374,030)</u>	<u>(316,388)</u>
Net current liabilities		<u>(251,043)</u>	<u>(193,316)</u>
Total assets less current liabilities		<u>(189,530)</u>	<u>(129,523)</u>
Creditors: amounts falling due after more than one year	7	<u>(555,057)</u>	<u>(532,257)</u>
Net liabilities		<u><u>(744,587)</u></u>	<u><u>(661,780)</u></u>
Capital and reserves			
Called up share capital		99	99
Profit and loss reserves		<u>(744,686)</u>	<u>(661,879)</u>
Total equity		<u><u>(744,587)</u></u>	<u><u>(661,780)</u></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 30 April 2021 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 member has 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.

PRONTO JOINERY LIMITED

BALANCE SHEET (CONTINUED)

AS AT 30 APRIL 2021

The financial statements were approved by the board of directors and authorised for issue on 17 December 2021 and are signed on its behalf by:

PA Scott

Director

Company Registration No. 01197752

PRONTO JOINERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2021

1 Accounting policies

Company information

Pronto Joinery Limited is a private company limited by shares incorporated in England and Wales. The registered office is Dog Lane, Horsford, Norfolk, NR10 3DH.

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 Going concern

The company is currently operating under the terms of a Voluntary Arrangement (CVA). Included in the balance sheet are aggregate liabilities of £204,638 that will be written off should the company meet all terms and obligations of the arrangement, which runs to 28 February 2023. This amount is included under creditors due after more than one year.

At 30 April 2021, the company reported net liabilities of £251,043 and had sustained a further loss for the year. Finance facilities and the company's ability to continue to operate as a going concern are dependant upon the continued support of the directors and future trading conditions. The directors are currently reviewing plans to address the financial position and thereby secure adequate facilities such that the company will remain a going concern. At the time of approving the financial statements, the directors have a reasonable expectation that the company can secure adequate resources to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

When cash inflows are deferred and represent a financing arrangement, the fair value of the consideration is the present value of the future receipts. The difference between the fair value of the consideration and the nominal amount received is recognised as interest income.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

PRONTO JOINERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2021

1 Accounting policies (Continued)

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings Leaschold	2% straight line
Plant and machinery	15% reducing balance
Fixtures, fittings & equipment	15% reducing balance
Computer equipment	25% reducing balance
Motor vehicles	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.5 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.6 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at the lower of cost and replacement cost, adjusted where applicable for any loss of service potential.

PRONTO JOINERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2021

1 Accounting policies (Continued)

1.7 Cash and cash equivalents

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.

1.8 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.9 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.

PRONTO JOINERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2021

1 Accounting policies (Continued)

1.10 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.12 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leases asset are consumed.

1.13 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

1.14 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

1.15 Company Voluntary Arrangement

The company is under a CVA which commenced 1 March 2018 and runs for a period of 5 years. Under the terms of the agreement, the company is to make monthly contributions to the CVA of £2,500 for a period of 5 years. Distributions to creditors will be made from those funds by the Supervisor of the arrangement (after deduction of their costs) and, upon payment of all such contributions, the amounts so distributed to creditors will be taken as full and final settlement of the qualifying debts that existed at the date of approval of the CVA. Upon completion of the arrangement in 2023, the excess of the liabilities under the CVA over the contributions made will be written off to reserves.

PRONTO JOINERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2021

2 Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2021 Number	2020 Number
Total	26	24

4 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost			
At 1 May 2020	22,004	342,521	364,525
Additions	-	5,617	5,617
At 30 April 2021	22,004	348,138	370,142
Depreciation and impairment			
At 1 May 2020	3,100	297,632	300,732
Depreciation charged in the year	440	7,457	7,897
At 30 April 2021	3,540	305,089	308,629
Carrying amount			
At 30 April 2021	18,464	43,049	61,513
At 30 April 2020	18,904	44,889	63,793

PRONTO JOINERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2021

5	Debtors	2021	2020
		£	£
	Amounts falling due within one year:		
	Trade debtors	21,591	23,766
	Other debtors	856	815
		<u>22,447</u>	<u>24,581</u>
		<u><u>22,447</u></u>	<u><u>24,581</u></u>
6	Creditors: amounts falling due within one year	2021	2020
		£	£
	Bank loans and overdrafts	19,230	1,417
	Trade creditors	23,903	13,119
	Taxation and social security	199,463	160,810
	Other creditors	131,434	141,042
		<u>374,030</u>	<u>316,388</u>
		<u><u>374,030</u></u>	<u><u>316,388</u></u>
7	Creditors: amounts falling due after more than one year	2021	2020
		£	£
	Bank loans and overdrafts	41,311	-
	Amounts owed to group undertakings	171,305	157,524
	Other creditors	342,441	374,733
		<u>555,057</u>	<u>532,257</u>
		<u><u>555,057</u></u>	<u><u>532,257</u></u>

The bank loans and overdraft are secured by fixed and floating charges over the company's assets.

Creditors totalling £410,110 have been included in a CVA dated 1 March 2021. The CVA is for a period of five years. Monthly repayments are made during the year. At the end of the CVA, the balances remaining will be written off to reserves. Instalments to the CVA within one year of £33,240 are included in creditors within one year and the balance of £295,996 is included in creditors after more than one year.

Included in creditors after more than one year is an amount due to the directors totalling £103,419 (2020: £108,351); this amount having been deferred for the duration of the CVA.

PRONTO JOINERY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2021

8 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

2021	2020
£	£
74,874	144,314
<u>74,874</u>	<u>144,314</u>

9 Prior period adjustment

Balances for the prior year have been restated to correct the treatment of movements on CVA funds and thereby exclude from company results and balances those CVA costs and distributions met from contributions made by the company into the CVA.

Changes to the balance sheet

	As previously reported	Adjustment	As restated at 30 Apr 2020
	£	£	£
Creditors due after one year			
Other creditors	(580,985)	48,728	(532,257)
	<u>(580,985)</u>	<u>48,728</u>	<u>(532,257)</u>
Capital and reserves			
Profit and loss reserves	(710,607)	48,728	(661,879)
	<u>(710,607)</u>	<u>48,728</u>	<u>(661,879)</u>

Changes to the profit and loss account

	As previously reported	Adjustment	As restated
Period ended 30 April 2020	£	£	£
Administrative expenses	(448,898)	31,686	(417,212)
Interest payable and similar expenses	(17,042)	17,042	-
Loss for the financial period	(152,993)	48,728	(104,265)
	<u>(152,993)</u>	<u>48,728</u>	<u>(104,265)</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.