

PALMLAKE PROPERTIES LIMITED
UNAUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

PALMLAKE PROPERTIES LIMITED
REGISTERED NUMBER:01680684

BALANCE SHEET
AS AT 31 DECEMBER 2020

	Note	2020 £	2019 £
Fixed assets			
Investment property	4	2,792,223	2,791,223
		<u>2,792,223</u>	<u>2,791,223</u>
Current assets			
Debtors: amounts falling due within one year	5	90,534	110,610
Cash at bank and in hand	6	102,819	58,931
		<u>193,353</u>	<u>169,541</u>
Creditors: amounts falling due within one year	7	(131,991)	(279,117)
Net current assets/(liabilities)		<u>61,362</u>	<u>(109,576)</u>
Total assets less current liabilities		<u>2,853,585</u>	<u>2,681,647</u>
Net assets		<u><u>2,853,585</u></u>	<u><u>2,681,647</u></u>
Capital and reserves			
Called up share capital		200	200
Investment property reserve		74,614	73,614
Profit and loss account		2,778,771	2,607,833
		<u><u>2,853,585</u></u>	<u><u>2,681,647</u></u>

PALMLAKE PROPERTIES LIMITED
REGISTERED NUMBER:01680684

BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2020

The directors consider 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 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 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 comprehensive income 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 by:

C M Harris

Director

Date: 3 March 2021

T G Harris

Director

Date: 3 March 2021

PALMLAKE PROPERTIES LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2020**

	Called up share capital £	Investment property revaluation reserve £	Profit and loss account £	Total equity £
At 1 January 2019	200	73,614	2,439,697	2,513,511
Comprehensive income for the year				
Profit for the year	-	-	168,136	168,136
At 1 January 2020	200	73,614	2,607,833	2,681,647
Comprehensive income for the year				
Profit for the year	-	-	219,938	219,938
Dividends: Equity capital	-	-	(48,000)	(48,000)
Surplus on revaluation of freehold investment property	-	1,000	(1,000)	-
At 31 December 2020	<u>200</u>	<u>74,614</u>	<u>2,778,771</u>	<u>2,853,585</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

1. General information

Palmlake Properties Limited is a private company limited by shares, incorporated in England and Wales. Its registered office is Millhouse, 32-38 East Street, Rochford, Essex SS4 1DB.

The principal activity of the company continued to be that of the development of building projects.

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:

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 Finance costs

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.4 Borrowing costs

All borrowing costs are recognised in profit or loss in the year in which they are incurred.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

2. Accounting policies (continued)

2.5 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 profit or loss 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.

2.6 Taxation

Tax is recognised in profit or loss 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.

2.7 Investment property

Investment property is carried at fair value determined annually by external valuers and derived from the current market rents and investment property yields for comparable real estate, adjusted if necessary for any difference in the nature, location or condition of the specific asset. No depreciation is provided. Changes in fair value are recognised in profit or loss.

2.8 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.

2.9 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.

2.10 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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

2. Accounting policies (continued)

2.11 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 ordinary shares.

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 Comprehensive Income.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an 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.

2.12 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

3. Employees

The average monthly number of employees, including directors, during the year was 5 (2019 -5).

PALMLAKE PROPERTIES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

4. Investment property

	Freehold investment property £
Valuation	
At 1 January 2020	2,791,223
Surplus on revaluation	1,000
	<u>2,792,223</u>
At 31 December 2020	<u>2,792,223</u>
Comprising	
Cost	2,718,965
Annual revaluation surplus/(deficit):	Annual revaluation surplus/(deficit):
2008	(381,386)
2015	453,644
2020	1,000
At 31 December 2020	<u>2,792,223</u>

The 2020 valuations were made by the directors of the company, on an open market value for existing use basis.

If the Investment properties had been accounted for under the historic cost accounting rules, the properties would have been measured as follows:

	2020 £	2019 £
Historic cost	2,718,965	2,718,965
	<u>2,718,965</u>	<u>2,718,965</u>

5. Debtors

	2020 £	2019 £
Trade debtors	13,472	52,859
Other debtors	77,062	57,751
	<u>90,534</u>	<u>110,610</u>

PALMLAKE PROPERTIES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

6. Cash and cash equivalents

	2020	<i>2019</i>
	£	£
Cash at bank and in hand	<u>102,819</u>	<u><i>58,931</i></u>

7. Creditors: Amounts falling due within one year

	2020	<i>2019</i>
	£	£
Other loans	-	<i>25,916</i>
Taxation and social security	52,021	<i>39,866</i>
Other creditors	3,194	<i>135,191</i>
Accruals and deferred income	76,776	<i>78,144</i>
	<u>131,991</u>	<u><i>279,117</i></u>

The loan is secured by way of a charge over the investment property held by the company.

8. 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 £566 (2019: £516) . At the balance sheet date contributions of £124 (2019: £121) were payable to the fund.

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.