

Registered number

02139859

Edward Mellor Limited

Unaudited Filleted Accounts

30 June 2020

Edward Mellor Limited**Registered number:** 02139859**Balance Sheet****as at 30 June 2020**

| | Notes | 2020 £ | 2019 £ |
|--|-------|-------------------------|-------------------------|
| Fixed assets | | | |
| Tangible assets | 4 | 162,755 | 176,846 |
| Investments | 5 | 344,852 | 19,185 |
| | | <u>507,607</u> | <u>196,031</u> |
| Current assets | | | |
| Debtors | 6 | 3,738,510 | 3,976,633 |
| Cash at bank - Client balances | 7 | - | 175,289 |
| Cash at bank and in hand | | 951,798 | 370 |
| | | <u>4,690,308</u> | <u>4,152,292</u> |
| Creditors: amounts falling due within one year | 8 | (2,584,760) | (2,597,842) |
| Net current assets | | <u>2,105,548</u> | <u>1,554,450</u> |
| Total assets less current liabilities | | <u>2,613,155</u> | <u>1,750,481</u> |
| Creditors: amounts falling due after more than one year | 9 | (890,826) | (58,538) |
| Provisions for liabilities | | (6,530) | (7,880) |
| Net assets | | <u><u>1,715,799</u></u> | <u><u>1,684,063</u></u> |
| Capital and reserves | | | |
| Called up share capital | | 3 | 3 |
| Profit and loss account | | 1,715,796 | 1,684,060 |
| Shareholders' funds | | <u><u>1,715,799</u></u> | <u><u>1,684,063</u></u> |

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has not been delivered to the Registrar of Companies.

Colin E Mellor

Director

Approved by the board on 29 June 2021

Edward Mellor Limited
Notes to the Accounts
for the year ended 30 June 2020

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland (as applied to small entities by section 1A of the standard).

Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover is predominantly comprised of revenue earned from the rendering of estate agency services and is recognised once the business has fulfilled its obligations to the customer and therefore its right to consideration is unconditional. Turnover includes estate agency completion fees, auction fees, survey income, property management income and financial services income.

Tangible fixed assets

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

| | |
|---------------------------------|--------------|
| Tenants refurbishments | over 8 years |
| Motor vehicles | over 4 years |
| Computer equipment and software | over 4 years |
| Fixtures & fittings | over 4 years |

Investments

Investments in subsidiaries, associates and joint ventures are measured at cost less any accumulated impairment losses. Listed investments are measured at fair value. Unlisted investments are measured at fair value unless the value cannot be measured reliably, in which case they are measured at cost less any accumulated impairment losses. Changes in fair value are included in the profit and loss account.

Debtors

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

Creditors

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current

and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that 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, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

Leased assets

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership. All other leases are classified as operating leases. The rights of use and obligations under finance leases are initially recognised as assets and liabilities at amounts equal to the fair value of the leased assets or, if lower, the present value of the minimum lease payments. Minimum lease payments are apportioned between the finance charge and the reduction in the outstanding liability using the effective interest rate method. The finance charge is allocated to each period during the lease so as to produce a constant periodic rate of interest on the remaining balance of the liability. Leased assets are depreciated in accordance with the company's policy for tangible fixed assets. If there is no reasonable certainty that ownership will be obtained at the end of the lease term, the asset is depreciated over the lower of the lease term and its useful life. Operating lease payments are recognised as an expense on a straight line basis over the lease term.

Pensions

Contributions to defined contribution plans are expensed in the period to which they relate.

| 2 Employees | 2020 | 2019 |
|---|---------------|----------------|
| | Number | Number |
| Average number of persons employed by the company | <u>113</u> | <u>106</u> |
| 3 Intangible fixed assets | | £ |
| Goodwill: | | |
| Cost | | |
| At 1 July 2019 | | <u>339,063</u> |
| At 30 June 2020 | | <u>339,063</u> |
| Amortisation | | |
| At 1 July 2019 | | <u>339,063</u> |
| At 30 June 2020 | | <u>339,063</u> |
| Net book value | | |
| At 30 June 2020 | | <u>-</u> |

Goodwill has been written off in equal annual installments over its estimated economic life of 10 years.

4 Tangible fixed assets

| | Tenants refurbishm'ts | Fixtures, fittings & computers | Motor vehicles | Total |
|-----------------------|----------------------------------|---|---------------------------|----------------|
| | £ | £ | £ | £ |
| Cost | | | | |
| At 1 July 2019 | 48,149 | 412,318 | 181,418 | 641,885 |
| Additions | - | 27,535 | 25,573 | 53,108 |
| Disposals | - | - | (39,094) | (39,094) |
| At 30 June 2020 | <u>48,149</u> | <u>439,853</u> | <u>167,897</u> | <u>655,899</u> |
| Depreciation | | | | |
| At 1 July 2019 | 6,019 | 375,925 | 83,095 | 465,039 |
| Charge for the year | 6,019 | 24,801 | 28,716 | 59,536 |
| On disposals | - | - | (31,431) | (31,431) |
| At 30 June 2020 | <u>12,038</u> | <u>400,726</u> | <u>80,380</u> | <u>493,144</u> |
| Net book value | | | | |
| At 30 June 2020 | <u>36,111</u> | <u>39,127</u> | <u>87,517</u> | <u>162,755</u> |
| At 30 June 2019 | 42,130 | 36,393 | 98,323 | 176,846 |

5 Investments

| | Investments in subsidiary undertakings | Other investments | Total |
|-----------------|---|------------------------------|----------------|
| | £ | £ | £ |
| Cost | | | |
| At 1 July 2019 | - | 19,185 | 19,185 |
| Additions | 324,095 | 1,572 | 325,667 |
| At 30 June 2020 | <u>324,095</u> | <u>20,757</u> | <u>344,852</u> |

Edward Mellor Limited purchased 100% of the share capital of Meller Braggins on 12 December 2019 and 100% of the share capital of Beech Property Lettings Limited on 17 February 2020.

| 6 Debtors | 2020 | 2019 |
|---|------------------|------------------|
| | £ | £ |
| Trade debtors | 185,416 | 109,426 |
| Amounts owed by group undertakings and undertakings in which the company has a participating interest | 3,190,021 | 3,422,451 |
| Other debtors | 363,073 | 444,756 |
| | <u>3,738,510</u> | <u>3,976,633</u> |

7 Client Funds

Monies held on behalf of third parties are accounted for "off balance sheet" as the company neither strictly controls, nor derives any economic benefit, from these funds and therefore

the recognition criteria is not considered to have been met.

| 8 Creditors: amounts falling due within one year | 2020 | 2019 |
|---|------------------|------------------|
| | £ | £ |
| Bank loans and overdrafts | - | 592,981 |
| Obligations under finance lease and hire purchase contracts | 29,768 | 30,330 |
| Trade creditors | 320,505 | 233,519 |
| Amounts owed to group undertakings and undertakings in which the company has a participating interest | 733,438 | 648,576 |
| Taxation and social security costs | 709,489 | 410,253 |
| Client balances | - | 175,289 |
| Other creditors | 791,560 | 506,894 |
| | <u>2,584,760</u> | <u>2,597,842</u> |

| 9 Creditors: amounts falling due after one year | 2020 | 2019 |
|---|----------------|---------------|
| | £ | £ |
| Bank loans | 750,000 | - |
| Obligations under finance lease and hire purchase contracts | 51,342 | 58,538 |
| Other creditors | 89,484 | - |
| | <u>890,826</u> | <u>58,538</u> |

10 Controlling party

The company is controlled in equal shares by Mr & Mrs E Mellor and Mr C Mellor.

11 Other information

Edward Mellor Limited is a private company limited by shares and incorporated in England.

Its registered office is:

65-81 St Petersgate

Stockport

Cheshire

SK1 1DS

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.