

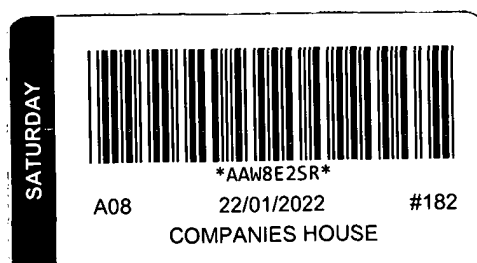
Registered number: 05054065

GATESTOCK HOLDINGS LIMITED

FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE YEAR ENDED 30 APRIL 2021



GATESTOCK HOLDINGS LIMITED
REGISTERED NUMBER: 05054065

BALANCE SHEET
AS AT 30 APRIL 2021

	Note	2021 £	2021 £	2020 £	2020 £
Fixed assets					
Tangible assets	4		2,379,270		2,297,990
Current assets					
Stocks	5	10,000		10,000	
Debtors: amounts falling due after more than one year	6	283,460		-	
Debtors: amounts falling due within one year	6	132,378		372,918	
Cash at bank and in hand	7	90,645		24,982	
		<u>516,483</u>		<u>407,900</u>	
Creditors: amounts falling due within one year	8	(930,563)		(764,607)	
Net current liabilities			<u>(414,080)</u>		<u>(356,707)</u>
Total assets less current liabilities			<u>1,965,190</u>		<u>1,941,283</u>
Creditors: amounts falling due after more than one year	9		(479,333)		(386,974)
Provisions for liabilities					
Deferred tax	10		(340,800)		(272,997)
Net assets			<u>1,145,057</u>		<u>1,281,312</u>
Capital and reserves					
Called up share capital	11		10,200		10,200
Capital redemption reserve			273,078		273,078
Profit and loss account			861,779		998,034
			<u>1,145,057</u>		<u>1,281,312</u>

GATESTOCK HOLDINGS LIMITED
REGISTERED NUMBER: 05054065

BALANCE SHEET (CONTINUED)
AS AT 30 APRIL 2021

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 income and retained earnings 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:



S P Tate
Director

Date: 22 December 2021

The notes on pages 3 to 12 form part of these financial statements.

GATESTOCK HOLDINGS LIMITED

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

1. General information

Gatestock Holdings Limited is a private company limited by shares, registered in England and Wales, registered number 05054065.

The principal activity of the Company is that of civil engineering and groundworks.

Its registered office and principal place of business is Enterprise Road, Raunds, Wellingborough, Northamptonshire, NN9 6JE.

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 financial statements are presented in round pounds.

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.

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

2. Accounting policies (continued)

2.3 Leased assets: the Company as lessee

Assets acquired for use in the business under a hire purchase agreement are capitalised. The interest on the agreement is charged to the statement of income and retained earnings over the life of the agreement, on a straight line basis. This accounting policy matches the costs with the straight line rental income.

This accounting policy departs from FRS 102 which states that the interest should be allocated during the lease term so as to produce a constant periodic rate of charge on the outstanding obligation. This departure from FRS 102 is required in order to give a true and fair view of the company's income and expenditure deriving from assets on hire purchase. If the accounting policy followed FRS 102, an increase of interest of approximately £11,000 (2020 - £13,000) would have been charged to the Statement of Income and Retained Earnings for the year.

2.4 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.

2.5 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.

GATESTOCK HOLDINGS LIMITED

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

2. Accounting policies (continued)

2.6 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. 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.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance Sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

2.7 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, on a reducing balance basis.

Depreciation is provided on the following basis:

Plant and machinery	-	20% reducing balance
Motor vehicles	-	25% reducing balance
Fixtures and fittings	-	20% reducing balance

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

GATESTOCK HOLDINGS LIMITED

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

2. Accounting policies (continued)**2.8 Stocks and work in progress**

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks.

2.9 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.

2.10 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.

2.11 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.

GATESTOCK HOLDINGS LIMITED

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

2. Accounting policies (continued)

2.12 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.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or in case of an out-right short-term loan that is not at market rate, the financial asset or liability is measured, initially at the present value of future cash flows discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost, unless it qualifies as a loan from a director in the case of a small company, or a public benefit entity concessionary loan.

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.

2.13 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 (2020 - 4).

GATESTOCK HOLDINGS LIMITED

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

4. Tangible fixed assets

	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
Cost				
At 1 May 2020	2,936,893	1,148,980	41,551	4,127,424
Additions	639,536	141,361	-	780,897
Disposals	(392,676)	(70,503)	-	(463,179)
At 30 April 2021	3,183,753	1,219,838	41,551	4,445,142
Depreciation				
At 1 May 2020	1,151,521	640,847	37,066	1,829,434
Charge for the year on owned assets	99,314	43,320	897	143,531
Charge for the year on financed assets	306,076	95,703	-	401,779
Disposals	(259,940)	(48,932)	-	(308,872)
At 30 April 2021	1,296,971	730,938	37,963	2,065,872
Net book value				
At 30 April 2021	1,886,782	488,900	3,588	2,379,270
At 30 April 2020	1,785,372	508,133	4,485	2,297,990

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows:

	2021 £	2020 £
Plant and machinery	1,286,501	1,447,191
Motor vehicles	262,835	323,625
	<u>1,549,336</u>	<u>1,770,816</u>

GATESTOCK HOLDINGS LIMITED

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

5. Stocks

	2021	2020
	£	£
Work in progress	10,000	10,000

6. Debtors

	2021	2020
	£	£
Due after more than one year		
Other debtors	283,460	-

	2021	2020
	£	£
Due within one year		
Amounts owed by group undertakings	-	355,763
Other debtors	132,378	17,155
	132,378	372,918

7. Cash and cash equivalents

	2021	2020
	£	£
Cash at bank and in hand	90,645	24,982

GATESTOCK HOLDINGS LIMITED

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

8. Creditors: Amounts falling due within one year

	2021 £	2020 £
Trade creditors	61,983	56,107
Amounts owed to group undertakings	65,500	-
Corporation tax	99,813	6,071
Other taxation and social security	50,122	11,017
Obligations under finance lease and hire purchase contracts	526,645	527,082
Accruals and deferred income	126,500	164,330
	<u>930,563</u>	<u>764,607</u>

The obligations under hire purchase contracts are secured against the assets to which they relate.

9. Creditors: Amounts falling due after more than one year

	2021 £	2020 £
Net obligations under finance leases and hire purchase contracts	<u>479,333</u>	<u>386,974</u>

The obligations under hire purchase contracts are secured against the assets to which they relate.

10. Deferred taxation

	2021 £	2020 £
At beginning of year	272,997	178,670
Charged to Statement of Income and Retained Earnings	67,803	94,327
At end of year	<u>340,800</u>	<u>272,997</u>

The provision for deferred taxation is made up as follows:

	2021 £	2020 £
Accelerated capital allowances	352,200	284,397
Other timing differences	(11,400)	(11,400)
	<u>340,800</u>	<u>272,997</u>

GATESTOCK HOLDINGS LIMITED

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

11. Share capital

	2021 £	2020 £
Allotted, called up and fully paid		
10,000 Ordinary shares of £1.00 each	10,000	10,000
100 A Participating preference shares of £1.00 each	100	100
100 B Participating preference shares of £1.00 each	100	100
	<hr/>	<hr/>
	10,200	10,200
	<hr/>	<hr/>

Preference shares

The preference shares of the Company rank before the Ordinary shares as regards payment of dividends and return of capital, but carry no voting rights.

12. Pension commitments

The Company operates a defined contribution pension scheme for the benefit of the employees. The assets of the scheme are administered by trustees in funds independent from those of the Company. Contributions totalling £117,500 (2020 - £60,000) were payable to the fund at the balance sheet date and are included in creditors.

13. Transactions with directors

During the year the Company advanced an amount of £283,460 (2020 - £Nil) to a Director. An amount of £283,460 (2020 - £Nil) was owed at the year end. There is no interest accruing on this balance.

14. Related party transactions

The Company has taken advantage of the exemption in Financial Reporting Standard 102 from disclosing transactions with group companies because they are included in the consolidated financial statement of Gatestock Group Limited, which are publicly available.

During the year the Company made purchases of £501,515 (2020 - £489,864) from a Company not wholly owned by the group. An amount of £59,593 (2020 - £55,128) was owed at the year end.

15. Controlling party

Gatestock Group Limited, a company incorporated in England & Wales with a registered office of Enterprise Road, Raunds, Wellingborough, NN9 6JE, is the ultimate parent undertaking for which group financial statements are prepared.

In the opinion of the Directors there is no ultimate controlling party of the parent company.

GATESTOCK HOLDINGS LIMITED

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

16. Auditor's information

The auditor's report on the financial statements for the year ended 30 April 2021 was unqualified.

The audit report was signed on **22/12/2021** by Martin Herron BA (Hons) ACA (Senior Statutory Auditor) on behalf of MHA MacIntyre Hudson.