

Registered number
06332717

Minstrell Recruitment Limited

Unaudited Filleted Accounts

27 February 2021

Minstrell Recruitment Limited**Registered number:** 06332717**Balance Sheet****as at 27 February 2021**

	Notes	2021 £	2020 £
Fixed assets			
Intangible assets	3	5,250	29,250
Tangible assets	4	15,553	81,298
		<u>20,803</u>	<u>110,548</u>
Current assets			
Debtors	5	4,795,029	4,680,361
Cash at bank and in hand		47,371	17,347
		<u>4,842,400</u>	<u>4,697,708</u>
Creditors: amounts falling due within one year	6	(5,826,435)	(5,787,441)
Net current liabilities		<u>(984,035)</u>	<u>(1,089,733)</u>
Total assets less current liabilities		<u>(963,232)</u>	<u>(979,185)</u>
Creditors: amounts falling due after more than one year	7	-	(13,136)
Provisions for liabilities		(2,955)	(7,595)
Net liabilities		<u>(966,187)</u>	<u>(999,916)</u>
Capital and reserves			
Called up share capital		20,033	20,033
Profit and loss account		(986,220)	(1,019,949)
Shareholders' funds		<u>(966,187)</u>	<u>(999,916)</u>

The director is 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 director acknowledges his 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.

Mr A J Parish

Director

Approved by the board on 3 November 2021

Minstrell Recruitment Limited
Notes to the Accounts
for the year ended 27 February 2021

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).

Going concern

The company depends upon its existing bank facilities to meet its day to day working capital requirements. Current trading and management projections indicate that the company expects to be able to operate within these facilities for the foreseeable future. Accordingly, the directors believe that it is appropriate for the financial statements to be prepared on the going concern basis.

Turnover

Turnover comprises revenue recognised by the Company in respect of services supplied, exclusive of Value Added Tax. These consist of turnover from temporary placements, which represents amounts billed for the services of temporary staff including the salary cost of these staff. This is recognised when the service has been provided. Turnover from permanent placements is recognised at the date the placement actually starts.

Intangible fixed assets

Intangible assets are measured at cost less accumulative amortisation and any accumulated impairment losses. Intangible assets are being written off in equal annual instalments over their economic life of 5 years.

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 at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Plant and machinery	25% - 33% reducing balance
Fixtures, fittings, tools and equipment	25% reducing balance

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.

Provisions

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

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	2021	2020
	Number	Number
Average number of persons employed by the company	<u>27</u>	<u>37</u>
3 Intangible fixed assets		£
Goodwill:		
Cost		
At 28 February 2020		<u>195,000</u>
At 27 February 2021		<u>195,000</u>
Amortisation		

At 28 February 2020	165,750
Provided during the year	24,000
At 27 February 2021	<u>189,750</u>

Net book value

At 27 February 2021	<u>5,250</u>
At 27 February 2020	<u>29,250</u>

Customer and supplier relationship intangible assets are being written off in equal annual instalments over its estimated economic life of 5 years.

4 Tangible fixed assets

	Plant and machinery etc £	Motor vehicles £	Total £
Cost			
At 28 February 2020	141,839	136,691	278,530
Additions	2,863	-	2,863
Disposals	(34,240)	(136,691)	(170,931)
At 27 February 2021	<u>110,462</u>	<u>-</u>	<u>110,462</u>
Depreciation			
At 28 February 2020	118,709	78,523	197,232
Charge for the year	10,440	9,547	19,987
On disposals	(34,240)	(88,070)	(122,310)
At 27 February 2021	<u>94,909</u>	<u>-</u>	<u>94,909</u>
Net book value			
At 27 February 2021	<u>15,553</u>	<u>-</u>	<u>15,553</u>
At 27 February 2020	23,130	58,168	81,298

5 Debtors

	2021 £	2020 £
Trade debtors	3,386,913	3,701,936
Other debtors	1,408,116	978,425
	<u>4,795,029</u>	<u>4,680,361</u>

6 Creditors: amounts falling due within one year

	2021 £	2020 £
Obligations under finance lease and hire purchase contracts	-	24,863
Trade creditors	1,034,776	1,529,609
Taxation and social security costs	1,404,406	856,665
Other creditors	<u>3,387,253</u>	<u>3,376,304</u>

	5,826,435	5,787,441
--	-----------	-----------

7 Creditors: amounts falling due after one year

2021	2020
-------------	-------------

£	£
---	---

Obligations under finance lease and hire purchase contracts	-	13,136
---	---	--------

8 Loans

2021	2020
-------------	-------------

£	£
---	---

Creditors include:

Secured bank loans	2,994,512	3,375,227
--------------------	-----------	-----------

Secure bank loans relate to monies due in relation to an invoice finance provider. These amounts are secured on the company's trade debtors and a fixed and floating charge debenture over all the assets of the company.

9 Other financial commitments

2021	2020
-------------	-------------

£	£
---	---

Total future minimum payments under non-cancellable operating leases	251,839	246,083
--	---------	---------

10 Contingent liabilities

The company is currently in litigation with HMRC following their issuance of Kittel Notices. The potential liability in the event of a negative outcome for the company cannot be reliably estimated. An outcome is expected in the Summer of 2022.

11 Loans to directors

Description and conditions	B/fwd £	Paid £	Repaid/ reclassified £	C/fwd £
Mr A J Parish				
Interest free loan repayable on demand	310,612	31,000	(40,000)	301,612
Mr M S Hagan (resigned 13 January 2021)				
Interest free loan repayable on demand	9,229	-	(9,229)	-
	<u>319,841</u>	<u>31,000</u>	<u>(49,229)</u>	<u>301,612</u>

12 Prior year adjustment

The accounts have been restated as legal fees of £108,860 initially held on the balance sheet as being recoverable were in fact irrecoverable and as such should have been expensed in the year ended 27 February 2020. The change has resulted in an increase in the reported loss for the year of £108,860.

13 Other information

Minstrell Recruitment Limited is a private company limited by shares and incorporated in England. Its registered office is:

Wilsons Park Business Centre

Monsall Road

Newton Heath

Manchester

M40 8WN

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.