

REPORT OF THE DIRECTORS AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2022
FOR
RAPPELL LV LIMITED

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FOR THE YEAR ENDED 31ST MARCH 2022

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RAPPELL LV LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31ST MARCH 2022

DIRECTORS:

D L Blaney-Bailey
J L Quirk

REGISTERED OFFICE:

Moston Road
Sandbach
Cheshire
CW11 3HL

REGISTERED NUMBER:

06809670 (England and Wales)

ACCOUNTANTS:

Howards Limited
Chartered Certified Accountants
Newport House
Newport Road
Stafford
Staffordshire
ST16 1DA

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31ST MARCH 2022

The directors present their report with the financial statements of the company for the year ended 31st March 2022.

REVIEW OF BUSINESS

Another period closes on a financially eventful year.

It has been necessary to continually adjust and readjust as we have navigated the changing circumstances imposed by covid restrictions, quickly followed by mid year supply chain issues.

We have had little control over supply chain issues resulting in significant cost and energy increases, whilst resourcing and managing purchases to ensure success in building our kit.

The greatest impact has been the inability to execute works that were ordered and programmed within this financial year, however, this means a strong bedrock for the opening of our next period.

Completed works delays have shown a nominal reduction in income, but we have confidence that whatever economic environment is thrown in our direction we have the skills and experience to protect our financial strength as the performance indicators shown in these accounts confirm.

We continue to trade with a core of trusted suppliers and wholesalers who have worked hard with us to obtain equipment and as always we appreciate their efforts. We have been kept updated as this situation has progressed and are assured that normal service is imminent.

The quality of our products and services remains our key focus and we are proud to supply into major blue chip projects via long standing relationships with national contractors who appreciate our engineering input, our service and expertise. We have been very fortunate to amass a special group of clients whom we work closely with and who trust Rappel to assist on their sites. New clients are being introduced to us on an ongoing basis via our loyal end user network and workforce contacts.

Our current order book and projections are stronger than ever and we relish the challenge that this next year brings to Rappel.

DIRECTORS

The directors shown below have held office during the whole of the period from 1st April 2021 to the date of this report.

D L Blaney-Bailey
J L Quirk

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

D L Blaney-Bailey - Director

10th November 2022

STATEMENT OF FINANCIAL POSITION
31ST MARCH 2022

	Notes	2022 £	2021 £
CURRENT ASSETS			
Stocks		202,617	172,617
Debtors	5	430,160	232,603
Prepayments and accrued income		311,648	107,017
Cash at bank		247,213	266,417
		<u>1,191,638</u>	<u>778,654</u>
CREDITORS			
Amounts falling due within one year	6	744,503	598,011
NET CURRENT ASSETS		<u>447,135</u>	<u>180,643</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		447,135	180,643
ACCRUALS AND DEFERRED INCOME		5,000	2,500
NET ASSETS		<u>442,135</u>	<u>178,143</u>
CAPITAL AND RESERVES			
Called up share capital		1	1
Retained earnings		442,134	178,142
		<u>442,135</u>	<u>178,143</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st March 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31st March 2022 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 10th November 2022 and were signed on its behalf by:

D L Blaney-Bailey - Director

J L Quirk - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2022**

1. STATUTORY INFORMATION

Rappell LV Limited is a private company, limited by shares, registered in England and Wales. The company's registered number is 06809670 and the registered office address is Moston Road, Sandbach, Cheshire, CW11 9HL.

The principal activity of the company is that of manufacturers of custom made switchgear.

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention.

Functional currency

The financial statements are prepared in sterling (£). The functional currency of the company is sterling (£).

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Significant judgements and estimates

In determining and applying accounting policies, judgement is often required in respect of items where the choice of specific policy, accounting estimate or assumption to be followed could materially affect the reported results or net asset position of the company. It may later be determined that a different choice would have been more appropriate. Management considers that certain accounting estimates and assumptions relating to revenue, taxation, stock and provisions are its critical accounting policies.

Turnover

Turnover represents the value of goods and services provided under contracts to the extent that there is a right to consideration and is recorded at the value of the consideration due.

Where a contract has only been partly completed at the balance sheet date turnover represents the value of the service provided to date based on a proportion of the total expected consideration at completion. Where payments are received in advance of services provided, the amounts are recorded as deferred income and included as part of creditors due within one year.

Stocks

Stocks are measured at an actual cost rate. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022

3. ACCOUNTING POLICIES - continued

Financial instruments

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties, loans to related parties and investments in non-puttable 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 profit or loss.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and the best estimate, which is an approximation, of the amount that the company would receive for the asset if it were to be sold at the reporting date.

Financial assets and liabilities are offset and the net amount reported in the statement of financial position 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.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Provisions

Provisions are recognised when the company has a legal or constructive obligation at the reporting date as a result of a past event, it is probable that the company will be required to settle the obligation and the amount of the obligation can be reliably estimated. Provisions are recognised at the best estimate of the amount required to settle the obligation at the reporting date.

4. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 16 (2021 - 14).

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade debtors	364,969	201,814
Amounts owed by group undertakings	20,774	2,995
Other debtors	44,417	27,794
	<u>430,160</u>	<u>232,603</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	332,727	145,232
Taxation and social security	101,760	300,171
Other creditors	310,016	152,608
	<u>744,503</u>	<u>598,011</u>

7. SECURED DEBTS

The following secured debts are included within creditors:

	2022	2021
	£	£
Invoice finance	<u>307,687</u>	<u>148,366</u>

The invoice finance creditor is secured by a debenture over the company's assets.

8. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

At the period end the directors owed the company £22,656 (2021 - £19,268).

9. ULTIMATE CONTROLLING PARTY

The company is a wholly owned subsidiary of Rappell Group Limited, registered number 06809670. The registered office of the company is at Moston Road, Sandbach, Cheshire, CW11 3HL.

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.