

Spire CS Limited

Annual Report and Financial Statements
for the Year Ended 31 July 2020

Spire CS Limited

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Spire CS Limited

(Registration number: 07035765)

Balance Sheet as at 31 July 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	<u>4</u>	33,615	47,541
Current assets			
Debtors	<u>5</u>	612,619	472,702
Cash at bank and in hand		<u>378,026</u>	<u>188,757</u>
		990,645	661,459
Creditors: Amounts falling due within one year	<u>6</u>	<u>(928,138)</u>	<u>(649,228)</u>
Net current assets		<u>62,507</u>	<u>12,231</u>
Total assets less current liabilities		96,122	59,772
Creditors: Amounts falling due after more than one year	<u>6</u>	(5,404)	(17,913)
Provisions for liabilities		<u>(1,523)</u>	<u>-</u>
Net assets		<u>89,195</u>	<u>41,859</u>
Capital and reserves			
Called up share capital	<u>7</u>	200,100	200,100
Profit and loss account		<u>(110,905)</u>	<u>(158,241)</u>
Shareholders' funds		<u>89,195</u>	<u>41,859</u>

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and in accordance with the provisions of FRS 102 Section 1A - Small Entities. The profit and loss account and directors' report have not been delivered in accordance with the special provisions applicable to the small companies regime.

Approved and authorised by the Board on 15 April 2021 and signed on its behalf by:

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Mr M D Holland
Director

Spire CS Limited

Notes to the Financial Statements for the Year Ended 31 July 2020

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Office 9
Northlight Estates
Northlight Parade
Nelson
Lancashire
BB9 5EG
England

These financial statements were authorised for issue by the Board on 15 April 2021.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

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

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The financial statements are presented in Sterling, which is the functional currency of the company and are rounded to the nearest pound.

Going concern

The company is reliant upon the financial support of its shareholders in order to meet its liabilities as they fall due. The shareholders have indicated that this support will continue for the foreseeable future and as a result, the directors have continued to adopt the going concern basis in preparing the financial statements.

Audit report

The Independent Auditor's Report was unqualified. The name of the Senior Statutory Auditor who signed the audit report on 15 April 2021 was Mr Neil Howard FCA, who signed for and on behalf of Howard & Co.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Spire CS Limited

Notes to the Financial Statements for the Year Ended 31 July 2020

Government grants

The company has received a revenue grant in the form of the Job Retention Scheme in respect of furloughed staff. Revenue grants are credited to the profit and loss account so as to match them with the expenditure to which they relate.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Other property, plant and equipment	straight line between 3 and 5 years
Furniture, fittings and equipment	straight line over 2 years
Motor vehicles	straight line over 4 years

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

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Notes to the Financial Statements for the Year Ended 31 July 2020

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges. Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

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Notes to the Financial Statements for the Year Ended 31 July 2020

Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which employees' services are received.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 97 (2019 - 62).

4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Other property, plant and equipment £	Total £
Cost or valuation				
At 1 August 2019	4,938	41,183	67,735	113,856
Additions	2,920	-	-	2,920
At 31 July 2020	7,858	41,183	67,735	116,776
Depreciation				
At 1 August 2019	4,938	26,460	34,917	66,315
Charge for the year	438	7,640	8,768	16,846
At 31 July 2020	5,376	34,100	43,685	83,161
Carrying amount				
At 31 July 2020	2,482	7,083	24,050	33,615
At 31 July 2019	-	14,723	32,818	47,541

Assets held under hire purchase contracts

The net carrying amount of tangible assets in respect of assets held under hire purchase contracts amounted to £22,583 (2019 - £35,390). During the year ended 31st July 2020 an amount of £12,807 (2019 - £14,796) was charged in respect of depreciation on these assets.

5 Debtors

	Note	2020 £	2019 £
Trade debtors		577,850	458,360
Amounts owed by group undertakings and undertakings in which the company has a participating interest	10	-	905
Prepayments		9,227	10,746
Other debtors		25,542	2,691
		<u>612,619</u>	<u>472,702</u>

Spire CS Limited

Notes to the Financial Statements for the Year Ended 31 July 2020

6 Creditors

Creditors: amounts falling due within one year

	Note	2020 £	2019 £
Loans and borrowings	<u>8</u>	12,557	16,018
Trade creditors		82,791	81,145
Amounts owed to group undertakings and undertakings in which the company has a participating interest	<u>10</u>	220,681	263,028
Taxation and social security		351,348	164,825
Accruals and deferred income		251,148	108,289
Other creditors		9,613	15,923
		<u>928,138</u>	<u>649,228</u>

Creditors include net obligations under hire purchase contracts which are secured of £12,557 (2019 - £16,018).

Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
Loans and borrowings	<u>8</u>	<u>5,404</u>	<u>17,913</u>

Creditors include net obligations under hire purchase contracts which are secured of £5,404 (2019 - £17,913).

7 Share capital

Allotted, called up and fully paid shares

	2020		2019	
	No.	£	No.	£
Ordinary shares of £1 each	100	100	100	100
Ordinary A shares of £1 each	200,000	200,000	200,000	200,000
	<u>200,100</u>	<u>200,100</u>	<u>200,100</u>	<u>200,100</u>

Spire CS Limited

Notes to the Financial Statements for the Year Ended 31 July 2020

8 Loans and borrowings

	2020 £	2019 £
Non-current loans and borrowings		
Hire purchase contracts	<u>5,404</u>	<u>17,913</u>

Obligations under hire purchase contracts are secured on the assets concerned.

	2020 £	2019 £
Current loans and borrowings		
Hire purchase contracts	<u>12,557</u>	<u>16,018</u>

Obligations under hire purchase contracts are secured on the assets concerned.

Other borrowings

9 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £1,830 (2019 - £1,830). These commitments relate to non-cancellable operating leases over the remaining life of those leases.

10 Related party transactions

Summary of transactions with parent

The company's ultimate parent company is Walkerbridge Limited

The parent company recharged certain vehicle and plant hire charges at cost incurred. The total amount of these charges during the year amounted to £68,218 (2019 - £12,217) and at the year end £17,577 (2019 - £7,670) was owed to Walkerbridge Limited.

Summary of transactions with entities with joint control or significant interest

Walkersteel Limited (a group company)

Inter company loan - owed to Walkersteel Limited

Management charges payable to Walkersteel Limited

The loan from Walkersteel Limited is secured by a fixed and floating charge over the undertaking and all property and assets present and future.

Spire CS Limited

Notes to the Financial Statements for the Year Ended 31 July 2020

Expenditure with and payables to related parties

	Parent	Entities with joint control or significant influence
	£	£
2020		
Rendering of services	68,218	40,140
Amounts payable to related party	17,577	12,895
	Parent	Entities with joint control or significant influence
	£	£
2019		
Rendering of services	12,217	50,218
Amounts payable to related party	7,670	42,819

Loans to related parties

	Parent	Key management	Total
	£	£	£
2020			
At start of period	8,575	62	8,637
Advanced	-	178	178
Repaid	(8,575)	-	(8,575)
At end of period	-	240	240
	Parent	Key management	Total
	£	£	£
2019			
At start of period	8,000	(1,774)	6,226
Advanced	117,000	1,836	118,836
Repaid	(116,425)	-	(116,425)
At end of period	8,575	62	8,637

Terms of loans to related parties

The loan to Walkerbridge was interest free and repayable on demand.

Loans from related parties

	Entities with joint control or significant influence	Total
	£	£
2020		
At start of period	220,209	220,209
Repaid	(30,000)	(30,000)
At end of period	190,209	190,209

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Notes to the Financial Statements for the Year Ended 31 July 2020

2019	Entities with joint control or significant influence £	Total £
At start of period	371,401	371,401
Repaid	(151,192)	(151,192)
At end of period	220,209	220,209

Terms of loans from related parties

The loans from Walkersteel Limited and Key management are repayable on demand with no interest charged and no fixed repayment terms in force

The loans to key management consist of loans to the directors. No interest was charged and no repayment terms were in force. Mr P Aikman (director) has given a limited guarantee against the company's overdraft facility with the company's bankers.

11 Parent and ultimate parent undertaking

Walkerbridge Limited owns 76% of the ordinary share capital and voting rights of Spire CS Limited

The company's immediate parent is Walkerbridge Limited, incorporated in England and Wales.

The most senior parent entity producing publicly available financial statements is Walkerbridge Limited. These financial statements are available upon request from the registered office of Walkerbridge Limited

12 Information concerning Auditors' Report

For the year ended 31st July 2020 the Auditors' report was unqualified and no reference was made to any matters which drew attention by way of emphasis. The Auditors' report was signed by Mr Neil Howard FCA (Senior Statutory Auditor) for and on behalf of Howard & Co, Statutory Auditors.

Blackburn

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the Companies Act 2006.