

First Step (Ancoats) Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 March 2020

First Step (Ancoats) Limited

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First Step (Ancoats) Limited

Company Information

Director	Mr H S Dhaliwal
Registered office	Unit 4 Royal Mills 17 Redhill Street Manchester M4 5BA
Accountants	Aventus Partners Limited Hygeia Building Ground Floor 66-68 College Road Harrow Middlesex HA1 1BE

First Step (Ancoats) Limited
(Registration number: 09313746)
Balance Sheet as at 31 March 2020

	Note	2020 £	2019 £
Current assets			
Stocks	<u>4</u>	-	7,082,124
Debtors	<u>5</u>	3,651	71,372
Cash at bank and in hand		874,563	7,625
		878,214	7,161,121
Creditors: Amounts falling due within one year	<u>6</u>	(1,032,043)	(7,270,599)
Net liabilities		<u>(153,829)</u>	<u>(109,478)</u>
Capital and reserves			
Called up share capital	<u>7</u>	1	1
Profit and loss account		(153,830)	(109,479)
Shareholders' deficit		<u>(153,829)</u>	<u>(109,478)</u>

For the financial year ending 31 March 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the director on 30 April 2021

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Mr H S Dhaliwal
Director

First Step (Ancoats) Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 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:

Unit 4 Royal Mills
17 Redhill Street
Manchester
M4 5BA
United Kingdom

These financial statements were authorised for issue by the director on 30 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.

Going concern

The financial statements have been prepared on a going concern basis as the parent company, First-Step Group Limited, will fund any future expenses as and when required.

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.

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.

First Step (Ancoats) Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

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.

Work in progress

Property in the course of development and completed units are valued at the lower of cost and net realisable value. Direct cost comprises the cost of land, raw materials and development costs but excludes indirect overheads. Provision is made, where appropriate, to reduce the value of inventories and work in progress to their net realisable value.

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.

3 Staff numbers

The average monthly number of persons employed by the company (including the director) during the year, was 1 (2019: 1).

4 Stocks

	2020	2019
	£	£
Land under development - work in progress	-	7,082,124

First Step (Ancoats) Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

5 Debtors

	Note	2020 £	2019 £
Amounts owed by group undertakings	9	-	61,080
Other debtors		-	8,041
Accrued income		3,651	-
Prepayments		-	2,251
Total current trade and other debtors		3,651	71,372

6 Creditors

Creditors: amounts falling due within one year

	Note	2020 £	2019 £
Due within one year			
Bank loans and overdrafts	8	3,680	3,217,715
Trade creditors		2,400	1,013,656
Amounts owed to group undertakings	9	1,025,804	-
Taxation and social security		159	-
Other creditors		-	2,078,620
Accrued expenses		-	960,608
		1,032,043	7,270,599

7 Share capital

Allotted, called up and fully paid shares

	2020		2019	
	No.	£	No.	£
Ordinary shares of £1 each	1	1	1	1

8 Loans and borrowings

	2020 £	2019 £
Current loans and borrowings		
Other borrowings	3,680	3,217,715

9 Related party transactions

The company has taken advantage of the exemptions available in FRS 102 1A from disclosing related party transactions with other companies that are wholly owned within the group.

First Step (Ancoats) Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

10 Parent and ultimate parent undertaking

The company's immediate parent is First-Step Group Limited, incorporated in England and Wales.

Harrow

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