

**REGISTERED NUMBER: 10624605 (England and Wales)**

**FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2020**

**FOR**

**COLNE VALLEY MECHANICAL LTD**

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**FOR THE YEAR ENDED 30 NOVEMBER 2020**

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**COLNE VALLEY MECHANICAL LTD**  
**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 30 NOVEMBER 2020**

**DIRECTORS:** K T Barber  
P S French

**REGISTERED OFFICE:** 5 Grange Way  
Colchester  
Essex  
CO2 8HG

**REGISTERED NUMBER:** 10624605 (England and Wales)

**AUDITORS:** Ballams  
Chartered Accountants  
Statutory Auditors  
Crane Court  
302 London Road  
Ipswich  
Suffolk  
IP2 0AJ

**STATEMENT OF FINANCIAL POSITION**  
**30 NOVEMBER 2020**

	Notes	2020 £	£	2019 £	£
<b>FIXED ASSETS</b>					
Tangible assets	4		17,013		12,083
<b>CURRENT ASSETS</b>					
Debtors	5	1,980,121		2,047,361	
Cash at bank		<u>259,568</u>		<u>98,042</u>	
		2,239,689		2,145,403	
<b>CREDITORS</b>					
Amounts falling due within one year	6	<u>2,819,788</u>		<u>2,800,896</u>	
<b>NET CURRENT LIABILITIES</b>			<u>(580,099)</u>		<u>(655,493)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			(563,086)		(643,410)
<b>CREDITORS</b>					
Amounts falling due after more than one year	7		<u>1,631</u>		<u>6,464</u>
<b>NET LIABILITIES</b>			<u>(564,717)</u>		<u>(649,874)</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	9		100		100
Retained earnings			<u>(564,817)</u>		<u>(649,974)</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>(564,717)</u>		<u>(649,874)</u>

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 Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 8 October 2021 and were signed on its behalf by:

K T Barber - Director

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 NOVEMBER 2020**

**1. STATUTORY INFORMATION**

Colne Valley Mechanical Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

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

**Going concern**

Although the company made a profit for the year after tax of £85,157 (2019: £85,850), at the statement of financial position date the company had net liabilities of £564,717 (2019: £649,874). However, included within creditors due within one year are intercompany loans from fellow group companies totalling £1,527,658 (2019: £1,518,287), repayment of which will not be sought until the company's cashflow permits. Accordingly, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future and thus the company continues to adopt the going concern basis of accounting in preparing its financial statements.

**Turnover**

Turnover represents the fair value of services provided under contracts with customers to the extent that there is right to consideration. It is measured at the fair value of the consideration due. Services which have been measured yet not invoiced at the statement of financial position date are included as amounts recoverable on contracts.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Motor vehicles	- 25% on cost
Computer equipment	- 25% on cost

**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 and loans with related parties.

Debt instruments that are payable or receivable within one year, such as trade payables or receivables, are measured at the undiscounted amount of the cash or other consideration expected to be paid or received. Debt instruments that are repayable or receivable after one year are initially measured at the present value of the future cash flows and subsequently at amortised cost using the effective interest method.

Financial assets that are measured at cost and amortised cost are assessed at the end of each financial year for evidence of impairment. If objective evidence of impairment is found an impairment loss is recognised in the Income Statement.

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 NOVEMBER 2020**

**2. ACCOUNTING POLICIES - continued**

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, 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**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

**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.

**Government grants**

Grants are accounted for using the accrual model.

Grants relating to revenue are recognised in the Statement of Income and Retained Earnings in the same period as the related costs for which the grant is intended to compensate. Where there are no related costs the grant is recognised in the period in which it becomes receivable.

Grants relating to assets are recognised in the Statement of Income and Retained Earnings over the expected useful life of the asset.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 10 (2019 - 12) .

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 NOVEMBER 2020**

**4. TANGIBLE FIXED ASSETS**

	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>			
At 1 December 2019	14,500	-	14,500
Additions	<u>8,000</u>	<u>561</u>	<u>8,561</u>
At 30 November 2020	<u>22,500</u>	<u>561</u>	<u>23,061</u>
<b>DEPRECIATION</b>			
At 1 December 2019	2,417	-	2,417
Charge for year	<u>3,625</u>	<u>6</u>	<u>3,631</u>
At 30 November 2020	<u>6,042</u>	<u>6</u>	<u>6,048</u>
<b>NET BOOK VALUE</b>			
At 30 November 2020	<u>16,458</u>	<u>555</u>	<u>17,013</u>
At 30 November 2019	<u>12,083</u>	<u>-</u>	<u>12,083</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
<b>COST</b>	
At 1 December 2019 and 30 November 2020	<u>14,500</u>
<b>DEPRECIATION</b>	
At 1 December 2019	2,417
Charge for year	<u>3,625</u>
At 30 November 2020	<u>6,042</u>
<b>NET BOOK VALUE</b>	
At 30 November 2020	<u>8,458</u>
At 30 November 2019	<u>12,083</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 NOVEMBER 2020**

**5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2020	2019
	£	£
Trade debtors	824,783	749,447
Amounts recoverable on contracts	909,843	1,124,525
Other debtors	<u>245,495</u>	<u>173,389</u>
	<u><u>1,980,121</u></u>	<u><u>2,047,361</u></u>

**6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2020	2019
	£	£
Hire purchase contracts	4,833	4,833
Trade creditors	1,037,705	989,192
Amounts owed to group undertakings	1,527,658	1,518,287
Taxation and social security	33,278	52,761
Other creditors	<u>216,314</u>	<u>235,823</u>
	<u><u>2,819,788</u></u>	<u><u>2,800,896</u></u>

**7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2020	2019
	£	£
Hire purchase contracts	<u>1,631</u>	<u>6,464</u>

**8. SECURED DEBTS**

The following secured debts are included within creditors:

	2020	2019
	£	£
Hire purchase contracts	<u>6,464</u>	<u>11,297</u>

**9. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2020	2019
			£	£
100	Ordinary	1	<u>100</u>	<u>100</u>



**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 NOVEMBER 2020**

**10. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006**

The Report of the Auditors was unqualified.

Michael Mortimer ACA FCCA (Senior Statutory Auditor)  
for and on behalf of Ballams

**11. RELATED PARTY DISCLOSURES**

Included within other creditors at the statement of financial position date is a balance of £179,158 (2019 - £179,158) owed to a director. This balance is interest free and repayable on demand.

Included within creditors due within one year are amounts owed to fellow group companies totalling £1,527,658 (2019 - £1,518,287) These loans are interest free and repayable on demand.

**12. CONTROLLING PARTY**

The controlling party is Colne Valley Electrical Limited whose registered office is at 5 Grange Way, Colchester, Essex, CO2 8HG.

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.