

Registrar

Registration number: 10761984

# Red Arch Letting Ltd

Annual Report and Unaudited Financial Statements  
for the Year Ended 31 May 2023

Lambert Chapman LLP  
3 Warners Mill  
Silks Way  
Braintree  
Essex  
CM7 3GB

# **Red Arch Letting Ltd**

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# **Red Arch Letting Ltd**

## **Company Information**

<b>Directors</b>	D J Hogg A M Hogg
<b>Registered office</b>	Lambert Chapman LLP 3 Warners Mill Silks Way Braintree Essex CM7 3GB
<b>Bankers</b>	Metro Bank Plc One Southampton Row London WC1B 5HA
<b>Accountants</b>	Lambert Chapman LLP 3 Warners Mill Silks Way Braintree Essex CM7 3GB

**Red Arch Letting Ltd**  
**(Registration number: 10761984)**  
**Balance Sheet as at 31 May 2023**

	Note	2023 £	2022 £
<b>Fixed assets</b>			
Investment property	<u>5</u>	632,500	350,000
<b>Current assets</b>			
Debtors	<u>6</u>	34,348	19,913
Cash at bank and in hand		2,555	3,430
		36,903	23,343
<b>Creditors: Amounts falling due within one year</b>	<u>7</u>	(35,904)	(43,866)
<b>Net current assets/(liabilities)</b>		999	(20,523)
<b>Total assets less current liabilities</b>		633,499	329,477
<b>Creditors: Amounts falling due after more than one year</b>	<u>7</u>	(590,150)	(311,544)
<b>Provisions for liabilities</b>		(16,716)	(7,866)
<b>Net assets</b>		26,633	10,067
<b>Capital and reserves</b>			
Called up share capital	<u>8</u>	2	2
Retained earnings		26,631	10,065
<b>Shareholders' funds</b>		26,633	10,067

For the financial year ended 31 May 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' 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 directors acknowledge their 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 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. As permitted by section 444 (5A) of the Companies Act 2006, the directors have not delivered to the registrar a copy of the Profit and Loss Account.

Approved and authorised by the Board on 6 October 2023 and signed on its behalf by:

D J Hogg  
Director

# **Red Arch Letting Ltd**

## **Notes to the Unaudited Financial Statements for the Year Ended 31 May 2023**

### **1 General information**

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

The address of its registered office is: Lambert Chapman LLP, 3 Warners Mill, Silks Way, Braintree, Essex, CM7 3GB.

The principal place of business is: Long Orchard, 38 Runsell Lane, Danbury, Essex, CM3 4NZ.

### **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 smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

#### **Basis of preparation**

These financial statements have been prepared using the historical cost convention.

These financial statements are presented in Sterling (£), which is the company's functional currency.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable of rental income from the investment properties.

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.

#### **Tax**

Current Tax is recognised in the profit and loss account, 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.

Deferred tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

#### **Investment property**

Investment property is carried at fair value, derived from the current market prices for comparable real estate determined annually by the directors. The directors use observable market prices, adjusted if necessary for any difference in the nature, location or condition of the specific asset. Changes in fair value are recognised in profit or loss.

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits.

# Red Arch Letting Ltd

## Notes to the Unaudited Financial Statements for the Year Ended 31 May 2023

### 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 number of persons employed by the company (including directors) during the year, was 2 (2022 - 2).

### 4 Exceptional items

During the year, loans to a third party were written off totalling £9,000 (2022 - £nil).

### 5 Investment properties

	2023 £
At 1 June 2022	350,000
Additions	254,854
Fair value adjustments	<u>27,646</u>
At 31 May 2023	<u><u>632,500</u></u>

The valuation was determined by the directors on an open market basis on 31 May 2023.

There has been no valuation of investment property by an independent valuer.

### 6 Debtors

	2023 £	2022 £
Other debtors	<u>34,348</u>	<u>19,913</u>
	<u><u>34,348</u></u>	<u><u>19,913</u></u>

# Red Arch Letting Ltd

## Notes to the Unaudited Financial Statements for the Year Ended 31 May 2023

### 7 Creditors

#### Creditors: amounts falling due within one year

	Note	2023 £	2022 £
<b>Due within one year</b>			
Loans and borrowings	9	24,674	32,666
Other creditors		10,000	10,000
Accruals and deferred income		1,230	1,200
		<u>35,904</u>	<u>43,866</u>

	Note	2023 £	2022 £
<b>Due after one year</b>			
Loans and borrowings	9	<u>590,150</u>	<u>311,544</u>

Creditors due after one year include bank loans which are secured of £396,792 (2022 - £177,530).

Creditors due after one year include bank loans not repayable by instalments of £396,792 (2022- £177,530) due after more than five years.

### 8 Share capital

#### Allotted, called up and fully paid shares

	2023		2022	
	No.	£	No.	£
Ordinary shares of £1 each	2	2	2	2

### 9 Loans and borrowings

	2023 £	2022 £
<b>Non-current loans and borrowings</b>		
Bank borrowings	417,459	206,197
Other borrowings	<u>172,691</u>	<u>105,347</u>
	<u>590,150</u>	<u>311,544</u>

	2023 £	2022 £
<b>Current loans and borrowings</b>		
Bank borrowings	8,000	8,000
Other borrowings	<u>16,674</u>	<u>24,666</u>
	<u>24,674</u>	<u>32,666</u>

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.