

**CRINAN COTTAGE LTD
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

Crinan Cottage Ltd
Unaudited Financial Statements
For The Year Ended 30 June 2020

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Crinan Cottage Ltd
Balance Sheet
As at 30 June 2020

Registered number: 11438843

| | | 2020 | | 2019 | |
|--|-------|-------------------|-------------------|-------------------|-------------------|
| | Notes | £ | £ | £ | £ |
| FIXED ASSETS | | | | | |
| Tangible Assets | 5 | | 98,443 | | 119,904 |
| | | | <u>98,443</u> | | <u>119,904</u> |
| CURRENT ASSETS | | | | | |
| Debtors | 6 | (15,515) | | (21,265) | |
| Cash at bank and in hand | | <u>4,830</u> | | <u>13,364</u> | |
| | | (10,685) | | (7,901) | |
| Creditors: Amounts Falling Due Within One Year | 7 | <u>(114,070)</u> | | <u>(109,374)</u> | |
| NET CURRENT ASSETS (LIABILITIES) | | | <u>(124,755)</u> | | <u>(117,275)</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | <u>(26,312)</u> | | <u>2,629</u> |
| Creditors: Amounts Falling Due After More Than One Year | 8 | | <u>(15,323)</u> | | <u>(26,763)</u> |
| NET LIABILITIES | | | <u>(41,635)</u> | | <u>(24,134)</u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | 10 | | 2 | | 2 |
| Profit and Loss Account | | | <u>(41,637)</u> | | <u>(24,136)</u> |
| SHAREHOLDERS' FUNDS | | | <u>(41,635)</u> | | <u>(24,134)</u> |

Crinan Cottage Ltd
Balance Sheet (continued)
As at 30 June 2020

For the year ending 30 June 2020 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 in accordance with section 476 of the Companies Act 2006.
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.
- These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.
- The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

Mrs Suzanne Bradley

Director

22/06/2021

The notes on pages 3 to 7 form part of these financial statements.

Crinan Cottage Ltd
Notes to the Financial Statements
For The Year Ended 30 June 2020

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

1.2. Going Concern Disclosure

The COVID-19 pandemic developed rapidly in 2020. Measures taken by various governments to contain the virus have affected economic activity globally. We have taken a number of measures to monitor and mitigate the effects of COVID-19, such as safety and health measures for our contractors and staff.

We will continue to follow the various government policies and advice and, in parallel, we will do our utmost to continue our operations in the best and safest way possible without jeopardising the health of our workers.

Despite the uncertain future economic impact of the COVID-19 pandemic, the directors are confident of the company's ability to return to trading and have, therefore, prepared the financial reporting on the going concern basis.

1.3. Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

Sale of goods

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

Rendering of services

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

1.4. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

| | |
|--------------------|-----------------------|
| Plant & Machinery | 5 Years Straight Line |
| Motor Vehicles | 5 Years Straight Line |
| Computer Equipment | 4 Years Straight Line |

1.5. Leasing and Hire Purchase Contracts

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in the creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

Crinan Cottage Ltd
Notes to the Financial Statements (continued)
For The Year Ended 30 June 2020

1.6. Financial Instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's statement of financial position when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally 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.

Basic financial assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable are not amortised.

Classification of financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including trade and other payables, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.7. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other year and items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. The measurement of deferred tax liabilities and asset reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

Crinan Cottage Ltd
Notes to the Financial Statements (continued)
For The Year Ended 30 June 2020

1.8. Impairment of non-current assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.9. Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less and bank overdrafts. Bank overdrafts are shown with borrowings in current liabilities.

1.10. Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.11. Registrar Filing Requirements

The company has taken advantage of Companies Act 2006 section 444(1) and opted not to file the profit and loss account, directors report, and notes to the financial statements relating to the profit and loss account. The notes which are not included have been hidden but original note numbering has remained the same for those that are present.

2. Average Number of Employees

Average number of employees, including directors, during the year was as follows: 2 (2019: 2)

5. Tangible Assets

| | Plant & Machinery | Motor Vehicles | Computer Equipment | Total |
|----------------------------|----------------------------------|-----------------------|-------------------------------|----------------|
| | £ | £ | £ | £ |
| Cost | | | | |
| As at 1 July 2019 | 110,951 | 27,770 | 304 | 139,025 |
| Additions | 6,939 | - | - | 6,939 |
| As at 30 June 2020 | <u>117,890</u> | <u>27,770</u> | <u>304</u> | <u>145,964</u> |
| Depreciation | | | | |
| As at 1 July 2019 | 15,818 | 3,240 | 63 | 19,121 |
| Provided during the period | 22,770 | 5,554 | 76 | 28,400 |
| As at 30 June 2020 | <u>38,588</u> | <u>8,794</u> | <u>139</u> | <u>47,521</u> |
| Net Book Value | | | | |
| As at 30 June 2020 | <u>79,302</u> | <u>18,976</u> | <u>165</u> | <u>98,443</u> |
| As at 1 July 2019 | <u>95,133</u> | <u>24,530</u> | <u>241</u> | <u>119,904</u> |

Crinan Cottage Ltd
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Notes to the Financial Statements (continued)
For The Year Ended 30 June 2020

6. Debtors

| | 2020 | 2019 |
|---------------------------------|------------------|------------------|
| | £ | £ |
| Due within one year | | |
| Trade debtors | 2,880 | - |
| Deferred tax current asset | (18,395) | (22,782) |
| Other taxes and social security | - | 1,517 |
| | <u>(15,515)</u> | <u>(21,265)</u> |

7. Creditors: Amounts Falling Due Within One Year

| | 2020 | 2019 |
|---|----------------|----------------|
| | £ | £ |
| Net obligations under finance lease and hire purchase contracts | 19,065 | 16,704 |
| Trade creditors | (3,314) | 3,592 |
| Bank loans and overdrafts | - | 5 |
| Other taxes and social security | 753 | - |
| Other creditors | 2,000 | - |
| Directors' loan accounts | 95,566 | 89,073 |
| | <u>114,070</u> | <u>109,374</u> |

8. Creditors: Amounts Falling Due After More Than One Year

| | 2020 | 2019 |
|---|---------------|---------------|
| | £ | £ |
| Net obligations under finance lease and hire purchase contracts | 7,698 | 26,763 |
| Bank loans | 7,625 | - |
| | <u>15,323</u> | <u>26,763</u> |

9. Obligations Under Finance Leases and Hire Purchase

| | 2020 | 2019 |
|--|---------------|---------------|
| | £ | £ |
| The maturity of these amounts is as follows: | | |
| Amounts Payable: | | |
| Within one year | 19,065 | 16,704 |
| Between one and five years | 7,698 | 26,763 |
| | <u>26,763</u> | <u>43,467</u> |
| | <u>26,763</u> | <u>43,467</u> |

Crinan Cottage Ltd
Notes to the Financial Statements (continued)
For The Year Ended 30 June 2020

10. Share Capital

| | | | 2020 | 2019 |
|---|--------------|---------------|-------------|-------------|
| Allotted, Called up and fully paid | | | 2 | 2 |
| | | | <u>2</u> | <u>2</u> |
| Richard Bradley 1 ordinary share | | | | |
| Suzanne Bradley 1 ordinary share | | | | |
| | Value | Number | 2020 | 2019 |
| | £ | | £ | £ |
| Allotted, called up and fully paid | | | | |
| Ordinary Shares | 1.000 | 2 | 2 | 2 |
| | | <u>2</u> | <u>2</u> | <u>2</u> |

11. General Information

Crinan Cottage Ltd is a private company, limited by shares, incorporated in England & Wales, registered number 11438843 . The registered office is 20-22 Wenlock Road, London, N1 7GU.

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.