

**SHUTDOWN MAINTENANCE SERVICES LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

Shutdown Maintenance Services Limited
Unaudited Financial Statements
For The Year Ended 31 March 2023

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Shutdown Maintenance Services Limited
Balance Sheet
As At 31 March 2023

Registered number: 01348516

		2023		2022	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible Assets	4		1,003,302		1,064,946
			<u>1,003,302</u>		<u>1,064,946</u>
CURRENT ASSETS					
Stocks	5	24,865		36,527	
Debtors	6	323,641		657,582	
Cash at bank and in hand		29,123		102,708	
		<u>377,629</u>		<u>796,817</u>	
Creditors: Amounts Falling Due Within One Year	7	(621,841)		(719,832)	
		<u></u>		<u></u>	
NET CURRENT ASSETS (LIABILITIES)			<u>(244,212)</u>		<u>76,985</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>759,090</u>		<u>1,141,931</u>
Creditors: Amounts Falling Due After More Than One Year	8		(175,611)		(312,289)
			<u></u>		<u></u>
NET ASSETS			<u>583,479</u>		<u>829,642</u>
CAPITAL AND RESERVES					
Called up share capital	11	25,000		25,000	
Revaluation reserve	13	531,774		527,716	
Capital redemption reserve		25,000		25,000	
Profit and Loss Account		1,705		251,926	
		<u></u>		<u></u>	
SHAREHOLDERS' FUNDS			<u>583,479</u>		<u>829,642</u>

Shutdown Maintenance Services Limited
Balance Sheet (continued)
As At 31 March 2023

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

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

Mr Matthew Clapp

Director

15th December 2023

The notes on pages 3 to 8 form part of these financial statements.

Shutdown Maintenance Services Limited
Notes to the Financial Statements
For The Year Ended 31 March 2023

1. General Information

Shutdown Maintenance Services Limited is a private company, limited by shares, incorporated in England & Wales, registered number 01348516 . The registered office is Lime House, 75 Church Road, Tiptree, Essex, CO5 0HB.

2. Accounting Policies

2.1. Basis of Preparation of Financial Statements

The financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard 102 section 1A Small Entities "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006.

2.2. Going Concern Disclosure

The directors have prepared forecasts for a period of at least 12 months from the date of approval of these financial statements which includes certain assumptions around the timing and level of new sales contracts being obtained, together with the timing and level of expected expenditure. The assumptions are based on the company's track record of attracting new contracts. These forecasts show the company is able to continue to trade and is expected to be able to settle its liabilities and repay its lenders as repayments fall due.

The company also continues to expand its customer base and powder coating offering. As a result the directors anticipate a return to profitability during the year ending 31 March 2024. The directors remain fully aware of the current economic climate and intend to take appropriate strategic decisions to protect the interests of all stakeholders within the business with a particular focus on cost control should there be an impact on the generation of future business required to meet their forecasts. Therefore, the directors have prepared the financial statements on a going concern basis. The financial statements do not include any adjustments that would result if the going concern basis of preparation were no longer appropriate.

2.3. 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.

Turnover, which has been recognised but not invoiced by the balance sheet date, is included in debtors as amounts recoverable on contracts.

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.

Shutdown Maintenance Services Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2023

2.4. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses with the exception of freehold property. Freehold property is carried at valuation less any subsequent accumulated depreciation and any subsequent accumulated impairment losses. The basis of the valuation is fair value.

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:

Freehold	property 4% straight line (land 0%)
Plant & Machinery	20% straight line
Motor Vehicles	20% straight line

2.5. Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

2.6. 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.

2.7. Pensions

The company operates a defined pension contribution scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Shutdown Maintenance Services Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2023

2.8. Government Grant

Government grants are recognised in the profit and loss account in an appropriate manner that matches them with the expenditure towards which they are intended to contribute.

Grants for immediate financial support or to cover costs already incurred are recognised immediately in the profit and loss account. Grants towards general activities of the entity over a specific period are recognised in the profit and loss account over that period.

Grants towards fixed assets are recognised over the expected useful lives of the related assets and are treated as deferred income and released to the profit and loss account over the useful life of the asset concerned.

All grants in the profit and loss account are recognised when all conditions for receipt have been complied with.

3. Average Number of Employees

Average number of employees, including directors, during the year was: 26 (2022: 34)

4. Tangible Assets

	Land & Property			
	Freehold	Plant & Machinery	Motor Vehicles	Total
	£	£	£	£
Cost or Valuation				
As at 1 April 2022	751,449	632,501	214,693	1,598,643
Additions	-	665	-	665
Disposals	-	(6,146)	(48,125)	(54,271)
As at 31 March 2023	<u>751,449</u>	<u>627,020</u>	<u>166,568</u>	<u>1,545,037</u>
Depreciation				
As at 1 April 2022	-	337,524	196,173	533,697
Provided during the period	-	49,442	9,011	58,453
Disposals	-	(2,290)	(48,125)	(50,415)
As at 31 March 2023	<u>-</u>	<u>384,676</u>	<u>157,059</u>	<u>541,735</u>
Net Book Value				
As at 31 March 2023	<u>751,449</u>	<u>242,344</u>	<u>9,509</u>	<u>1,003,302</u>
As at 1 April 2022	<u>751,449</u>	<u>294,977</u>	<u>18,520</u>	<u>1,064,946</u>

Shutdown Maintenance Services Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2023

Cost or valuation as at 31 March 2023 represented by:

	Land & Property			
	Freehold	Plant & Machinery	Motor Vehicles	Total
	£	£	£	£
At cost	314,641	627,020	166,568	1,108,229
At valuation	436,808	-	-	436,808
	<u>751,449</u>	<u>627,020</u>	<u>166,568</u>	<u>1,545,037</u>

The freehold land and buildings were revalued on 31 March 2023 by M Clapp, the managing director, on a fair value basis. This valuation included £650,000 for the land at Kingsnorth Industrial Estate and £101,449 for the buildings.

5. Stocks

	2023	2022
	£	£
Materials	24,865	36,527
	<u>24,865</u>	<u>36,527</u>

6. Debtors

	2023	2022
	£	£
Due within one year		
Trade debtors	278,414	174,715
Amounts recoverable on contracts	16,464	395,953
Prepayments and accrued income	28,763	9,878
Corporation tax recoverable assets	-	53,164
VAT	-	23,872
	<u>323,641</u>	<u>657,582</u>

7. Creditors: Amounts Falling Due Within One Year

	2023	2022
	£	£
Trade creditors	183,505	225,077
Bank loans and overdrafts	10,000	10,000
Other loans	50,000	50,000
Other taxes and social security	271,707	362,052
VAT	4,807	-

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Shutdown Maintenance Services Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2023

Net wages	1,045	-
Other creditors	27,777	9,590
Accruals and deferred income	73,000	63,113
	<u>621,841</u>	<u>719,832</u>

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

	2023	2022
	£	£
Bank loans	30,000	38,333
Other loans	83,333	125,000
Other taxes and social security	62,278	148,956
	<u>175,611</u>	<u>312,289</u>

9. Secured Creditors

Of the creditors falling due within and after more than one year the following amounts are secured.

This relates to a Kent County Council loan which is secured on the business premises at Kingsnorth Industrial Estate, Hoo.

	2023	2022
	£	£
Other Creditors	133,333	175,000

10. Deferred Taxation

A provision for deferred taxation has been considered but as trading losses exceed any gains on which deferred tax would be due it was concluded that deferred tax assets should only be recognised to the extent that it is probable they will be recovered. Therefore no deferred tax liability or asset has been included in the accounts.

11. Share Capital

	2023	2022
	£	£
Allotted, called up and fully paid		
25,000 Ordinary Shares of £ 1.000 each	<u>25,000</u>	<u>25,000</u>

12. Pension Commitments

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension charge represents contributions payable by the company to the fund and amounted to £20,351 (2022 - £33,193). At the balance sheet date unpaid contributions of £6,880 (2022 - £6,456) were due to the fund. They are included in other creditors and accruals.

Shutdown Maintenance Services Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2023

13. Reserves

	Revaluation Reserve
	£
As at 1 April 2022	527,716
Surplus on revaluation	4,058
As at 31 March 2023	<u>531,774</u>

Revaluation reserve

The revaluation reserve represents the increase in valuation of the freehold land and buildings above historical cost.

Capital redemption reserve

The capital redemption reserve represents the nominal value of shares repurchased by the company.

Profit and loss account

The profit and loss account represents accumulated comprehensive income for the year and prior periods less any dividends paid.

14. Post Balance Sheet Events

On 17th April 2023 the company issued further share capital of £200,000. This has increased the number of ordinary shares in issue to be 225,000 with total share capital now £225,000.

15. Related Party Transactions

The company paid £20,000 (2022 - £20,000) to a related party in respect of fees for the services of certain non-executive directors. This is related through common directorship. At the year end there were amounts outstanding totalling £65,000 (2022 - £45,000).

Key management personnel include those people who together have authority and responsibility for planning, directing and controlling the activities of the company. The total compensation paid to key management personnel for services provided to the company was £26,698 (2022 - £130,234).

16. Controlling Party

Falcon Holdings Services Limited, a company registered in the British Virgin Islands, is considered to be the largest shareholder in the company. The shares in Falcon Holdings Services Limited are held by Lord Ashcroft, KCMG, PC.

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.