

Financial Statements
for the Year Ended 30 April 2021
for
R & A Kay Inspection Services Limited

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for the Year Ended 30 April 2021**

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R & A Kay Inspection Services Limited

**Company Information
for the Year Ended 30 April 2021**

DIRECTORS:

D G Jarrett
P J Jackson

SECRETARY:

M S Jarrett

REGISTERED OFFICE:

140 Coniscliffe Road
DARLINGTON
Co Durham
DL3 7RT

REGISTERED NUMBER:

01874086 (England and Wales)

ACCOUNTANTS:

Clive Owen LLP
Chartered Accountants
140 Coniscliffe Road
DARLINGTON
Co Durham
DL3 7RT

R & A Kay Inspection Services Limited (Registered number: 01874086)

**Balance Sheet
30 April 2021**

	Notes	2021 £	£	2020 £	£
FIXED ASSETS					
Tangible assets	4		54,368		72,828
CURRENT ASSETS					
Debtors	5	1,830,851		972,867	
Cash at bank		<u>68,858</u>		<u>128,964</u>	
		1,899,709		1,101,831	
CREDITORS					
Amounts falling due within one year	6	<u>1,338,314</u>		<u>666,135</u>	
NET CURRENT ASSETS			<u>561,395</u>		<u>435,696</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			615,763		508,524
PROVISIONS FOR LIABILITIES	9		<u>10,068</u>		<u>13,239</u>
NET ASSETS			<u>605,695</u>		<u>495,285</u>
CAPITAL AND RESERVES					
Called up share capital	10		20,000		20,000
Other reserves	11		59,852		59,852
Retained earnings	11		<u>525,843</u>		<u>415,433</u>
SHAREHOLDERS' FUNDS			<u>605,695</u>		<u>495,285</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 April 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 April 2021 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

Balance Sheet - continued
30 April 2021

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 Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 10 December 2021 and were signed on its behalf by:

D G Jarrett - Director

**Notes to the Financial Statements
for the Year Ended 30 April 2021**

1. STATUTORY INFORMATION

R & A Kay Inspection Services Limited 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.

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.

There were no material departures from that standard.

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same accounts.

Related party transactions

All transactions entered into with companies under common control were concluded under normal market conditions, therefore no further disclosure is necessary in accordance with FRS102 section 1A.

Turnover

Turnover represents net invoiced sales of services, excluding value added tax.

Income recognition

Income is recognised when the conditions contained within a contract for services have been met.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant & machinery - 25% on cost

Fixtures and fittings - 20% - 33% on cost

Motor vehicles - 25% on cost

Tangible fixed assets are recognised at cost less accumulated depreciation.

Financial instruments

Basic financial instruments are recognised at amortised cost with changes recognised in profit or loss.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and Loss Account, 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 balance sheet date.

**Notes to the Financial Statements - continued
for the Year Ended 30 April 2021**

2. ACCOUNTING POLICIES - continued

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet 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.

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.

Grants received

Grants received in respect of expenditure within the year are transferred to the profit and loss account during the year the expenditure is incurred.

Grants received in respect of tangible fixed assets are treated as deferred income and transferred to the profit and loss account over the expected useful life of the relevant fixed asset.

Invoice discounting

The invoice discounting creditor represents amounts received in respect of financed debts. There is full recourse to the company for losses on debts, and so the financed debts continue to be recognised on the balance sheet. Interest and other charges relating to invoice financing are recognised in the profit and loss account over the relevant period.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 35 (2020 - 31) .

4. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 May 2020	193,619	74,695	10,250	-	278,564
Additions	11,719	10,305	-	1,757	23,781
At 30 April 2021	<u>205,338</u>	<u>85,000</u>	<u>10,250</u>	<u>1,757</u>	<u>302,345</u>
DEPRECIATION					
At 1 May 2020	134,910	60,909	9,917	-	205,736
Charge for year	32,045	9,863	333	-	42,241
At 30 April 2021	<u>166,955</u>	<u>70,772</u>	<u>10,250</u>	<u>-</u>	<u>247,977</u>
NET BOOK VALUE					
At 30 April 2021	<u>38,383</u>	<u>14,228</u>	<u>-</u>	<u>1,757</u>	<u>54,368</u>
At 30 April 2020	<u>58,709</u>	<u>13,786</u>	<u>333</u>	<u>-</u>	<u>72,828</u>

**Notes to the Financial Statements - continued
for the Year Ended 30 April 2021**

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade debtors	983,408	665,552
Other debtors	36,067	36,067
Confidential invoice discounting	565,445	27,901
Directors' loan accounts	138,835	138,963
Prepayments and accrued income	107,096	104,384
	<u>1,830,851</u>	<u>972,867</u>

Included within debtors on the balance sheet are amounts of £976,919 (2020: £655,552) relating to debtors held under an invoice discounting agreement.

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade creditors	377,000	108,379
Taxation and social security	690,483	421,542
Other creditors	39,812	14,134
Accruals and deferred income	231,019	122,080
	<u>1,338,314</u>	<u>666,135</u>

7. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2021	2020
	£	£
Within one year	488	2,928
Between one and five years	-	488
	<u>488</u>	<u>3,416</u>

8. SECURED DEBTS

The confidential invoice discounting is secured against related debts.

9. PROVISIONS FOR LIABILITIES

	2021	2020
	£	£
Deferred tax	<u>10,068</u>	<u>13,239</u>
		Deferred tax
		£
Balance at 1 May 2020		13,239
Accelerated capital allowances		(3,171)
Balance at 30 April 2021		<u>10,068</u>

**Notes to the Financial Statements - continued
for the Year Ended 30 April 2021**

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value: £1	2021 £	2020 £
20,000	Ordinary		<u>20,000</u>	<u>20,000</u>

11. RESERVES

	Retained earnings £	Other reserves £	Totals £
At 1 May 2020	415,433	59,852	475,285
Profit for the year	773,276		773,276
Dividends	<u>(662,866)</u>		<u>(662,866)</u>
At 30 April 2021	<u>525,843</u>	<u>59,852</u>	<u>585,695</u>

EMI reserve

During the prior year the company issued 80 share options at a price of £1,151 per share. 28 of these options had lapsed and the other 52 share options had all been exercised by the time the prior year financial statements were signed.

12. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 30 April 2021 and 30 April 2020:

	2021 £	2020 £
D G Jarrett		
Balance outstanding at start of year	138,963	139,087
Amounts advanced	3,472	3,476
Amounts repaid	(3,600)	(3,600)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>138,835</u>	<u>138,963</u>

During the year interest was charged at 2.5%. The amount of interest paid on the loan from the director D Jarrett was £3,472 (2020: (£3,476)).

13. ULTIMATE PARENT COMPANY

The company is a wholly owned subsidiary of RAK Global Limited. The registered office for the parent is the same as that for the company.

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.