

**UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 MARCH 2020
FOR
HATCHBACK LTD**

Fortus Midlands Limited
31 High View Close
Hamilton Office Park
Leicester
Leicestershire
LE4 9LJ

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For The Year Ended 30 March 2020

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HATCHBACK LTD

COMPANY INFORMATION
For The Year Ended 30 March 2020

DIRECTORS:

Mr H S Malle
Mr S S Malle

SECRETARY:

Mrs J K Malle

REGISTERED OFFICE:

Hamilton Office Park
31 High View Close
Leicester
Leicestershire
LE4 9LJ

REGISTERED NUMBER:

03250876 (England and Wales)

ACCOUNTANTS:

Fortus Midlands Limited
31 High View Close
Hamilton Office Park
Leicester
Leicestershire
LE4 9LJ

BALANCE SHEET
30 March 2020

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Tangible assets	4		323,650		327,341
Investment property	5		<u>20,000,000</u>		<u>19,668,357</u>
			20,323,650		19,995,698
CURRENT ASSETS					
Stocks		4,535,044		3,208,298	
Debtors	6	1,342,132		1,332,224	
Investments	7	300		300	
Cash at bank		<u>174,584</u>		<u>5,039</u>	
		6,052,060		4,545,861	
CREDITORS					
Amounts falling due within one year	8	<u>814,912</u>		<u>959,344</u>	
NET CURRENT ASSETS			<u>5,237,148</u>		<u>3,586,517</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			25,560,798		23,582,215
CREDITORS					
Amounts falling due after more than one year	9		(10,557,422)		(9,432,712)
PROVISIONS FOR LIABILITIES			<u>(1,608,952)</u>		<u>(870,423)</u>
NET ASSETS			<u>13,394,424</u>		<u>13,279,080</u>
CAPITAL AND RESERVES					
Called up share capital			2		2
Revaluation reserve	12		7,597,892		7,266,249
Retained earnings			<u>5,796,530</u>		<u>6,012,829</u>
			<u>13,394,424</u>		<u>13,279,080</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 March 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 March 2020 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.

BALANCE SHEET - continued
30 March 2020

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 30 March 2021 and were signed on its behalf by:

Mr S S Malle - Director

Mr H S Malle - Director

NOTES TO THE FINANCIAL STATEMENTS
For The Year Ended 30 March 2020

1. STATUTORY INFORMATION

Hatchback 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.

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 as modified by the revaluation of certain assets.

Tangible fixed assets

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

Long lease	- 10% SL on assets with UEL of 10 years
Improvement to leasehold property	- 10% SL on assets with UEL of 10 years
Plant and machinery	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in profit or loss.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

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

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.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

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.

Joint income

The company receives a proportion of joint income, the company's share of this income is shown in turnover.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 6 (2019 - 4) .

NOTES TO THE FINANCIAL STATEMENTS - continued
For The Year Ended 30 March 2020

4. TANGIBLE FIXED ASSETS

	Long lease £	Improvement to leasehold property £	Plant and machinery £	Computer equipment £	Totals £
COST					
At 31 March 2019					
and 30 March 2020	50,000	293,346	2,554	619	346,519
DEPRECIATION					
At 31 March 2019	3,535	13,053	2,017	573	19,178
Charge for year	505	3,041	134	11	3,691
At 30 March 2020	4,040	16,094	2,151	584	22,869
NET BOOK VALUE					
At 30 March 2020	45,960	277,252	403	35	323,650
At 30 March 2019	46,465	280,293	537	46	327,341

5. INVESTMENT PROPERTY

	Total £
FAIR VALUE	
At 31 March 2019	19,668,357
Revaluations	331,643
At 30 March 2020	20,000,000
NET BOOK VALUE	
At 30 March 2020	20,000,000
At 30 March 2019	19,668,357

Fair value at 30 March 2020 is represented by:

	£
Valuation in 2016	8,912,559
Valuation in 2017	(104,403)
Valuation in 2018	(79,220)
Valuation in 2019	(592,409)
Valuation in 2020	331,643
Cost	11,531,830
	20,000,000

If investment properties had not been revalued they would have been included at the following historical cost:

	2020 £	2019 £
Cost	11,531,830	11,531,830

The investment properties were valued by the directors based on their extensive knowledge and experience in the property sector. An external valuation was not undertaken in the year.

NOTES TO THE FINANCIAL STATEMENTS - continued
For The Year Ended 30 March 20206. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2020	2019
	£	£
Trade debtors	264,383	264,383
Amounts owed by group undertakings	1,015,000	1,015,000
Other debtors	62,749	52,841
	<u>1,342,132</u>	<u>1,332,224</u>

7. **CURRENT ASSET INVESTMENTS**

	2020	2019
	£	£
Shares in subsidiary undertakings	<u>300</u>	<u>300</u>

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

	2020	2019
	£	£
Bank loans and overdrafts	480,337	480,337
Trade creditors	-	44,065
Taxation and social security	89,554	189,841
Other creditors	245,021	245,101
	<u>814,912</u>	<u>959,344</u>

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

	2020	2019
	£	£
Bank loans	9,065,880	7,744,680
Other creditors	1,491,542	1,688,032
	<u>10,557,422</u>	<u>9,432,712</u>

Amounts falling due in more than five years:

	2020	2019
	£	£
Repayable by instalments		
Bank loans more than 5 years	<u>897,121</u>	<u>1,132,317</u>

10. **LEASING AGREEMENTS**

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

	2020	2019
	£	£
Within one year	100	100
Between one and five years	400	400
In more than five years	22,000	22,000
	<u>22,500</u>	<u>22,500</u>

11. **SECURED DEBTS**

The following secured debts are included within creditors:

	2020	2019
	£	£
Bank loans	<u>9,546,217</u>	<u>8,225,017</u>

The borrowings are secured as follows.

First Legal charge over the freehold properties of the company.

Personal guarantees given by the directors.

NOTES TO THE FINANCIAL STATEMENTS - continued
For The Year Ended 30 March 2020

12. RESERVES

	Revaluation reserve
	£
At 31 March 2019	7,266,249
Freehold property revaluation	<u>331,643</u>
At 30 March 2020	<u><u>7,597,892</u></u>

13. RELATED PARTY DISCLOSURES

The balance on Mr S S Malle loan account at 30 March 2020 was £1,491,542 (2019 £1,688,032) this loan is currently interest free however interest may be charged at a later date and this balance is included in creditors due after more than one year.

The balance on Mrs J K Malle loan account at 30 March 2020 was £50,100 (2019 £50,100) and is shown as other creditors falling due within one year as it is repayable upon demand. Mrs J K Malle is company secretary and the wife of Mr S S Malle (Director).

The balance on Mr H S Malle loan account at 30 March 2020 was £192,643 (2019 £192,643) this loan is interest free and is shown in creditors due within one year as it is repayable upon demand.

The loan balance due to the company by S & H Property Development Limited at 30 March 2020 is £52,113 (2019 £52,113) and is shown in other debtors. Mr S S Malle and Mr H S Malle are directors of S & H Property Development Limited.

During the year under review the company sold properties for a value of £Nil to S & H Property Development Limited. The balance outstanding at 30 March 2020 is £1,015,000 (2019 £1,015,000) and is included in debtors.

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.