

**Unaudited Financial Statements  
for the Year Ended 31 December 2019  
for  
Direct Cooling Systems Limited**

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for the year ended 31 December 2019**

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**Direct Cooling Systems Limited**  
**Company Information**  
**for the year ended 31 December 2019**

**DIRECTOR:** Mr D C Spencer

**SECRETARY:** Mr M R Burton

**REGISTERED OFFICE:** 2 Stanhope Street  
Long Eaton  
Nottingham  
Nottinghamshire  
NG10 4QN

**REGISTERED NUMBER:** 04118287 (England and Wales)

**ACCOUNTANTS:** Clayton & Brewill  
Chartered Accountants  
Cawley House  
149-155 Canal Street  
Nottingham  
Nottinghamshire  
NG1 7HR

**Direct Cooling Systems Limited (Registered number: 04118287)**

**Abridged Balance Sheet  
31 December 2019**

	Notes	2019 £	£	2018 £	£
<b>FIXED ASSETS</b>					
Tangible assets	4		63,520		47,776
Investment property	5		<u>243,008</u>		<u>175,000</u>
			306,528		222,776
<b>CURRENT ASSETS</b>					
Stocks		1,072,842		551,217	
Debtors		<u>309,038</u>		<u>397,135</u>	
		1,381,880		948,352	
<b>CREDITORS</b>					
Amounts falling due within one year		<u>1,422,037</u>		<u>1,058,252</u>	
<b>NET CURRENT LIABILITIES</b>			(40,157)		(109,900)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			266,371		112,876
<b>CREDITORS</b>					
Amounts falling due after more than one year	6		(69,254)		(64,291)
<b>PROVISIONS FOR LIABILITIES</b>			(2,212)		-
<b>NET ASSETS</b>			<u>194,905</u>		<u>48,585</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital			55		55
Retained earnings			<u>194,850</u>		<u>48,530</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>194,905</u>		<u>48,585</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2019 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and 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.
- (b)

**Direct Cooling Systems Limited (Registered number: 04118287)**

**Abridged Balance Sheet - continued**  
**31 December 2019**

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

All the members have consented to the preparation of an abridged Income Statement and an abridged Balance Sheet for the year ended 31 December 2019 in accordance with Section 444(2A) of the Companies Act 2006.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the director and authorised for issue on 24 April 2020 and were signed by:

Mr D C Spencer - Director

**Notes to the Financial Statements  
for the year ended 31 December 2019**

**1. STATUTORY INFORMATION**

Direct Cooling Systems 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.

The presentation currency of the financial statements is the Pound Sterling (£).

**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.

**Related party exemption**

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

**Turnover**

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Fixtures and fittings	- 25% on cost
Motor vehicles	- 25% on cost
Computer equipment	- 25% on cost

**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.

**Long term contracts**

Long term contracts are contracts entered into for design, manufacture or construction of a single substantial asset or the provision of a service where the time taken to complete occurs in more than one accounting period and failure to record the turnover and profit on them would result in the accounts not giving a true and fair view.

Amounts recoverable on long term contracts, which are included in debtors are stated at the net sales value of the work done after provisions for contingencies and anticipated future losses on contracts, less amounts received as progress payments on account. Excess payments are included in creditors as payments received on account.

**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.

**Notes to the Financial Statements - continued  
for the year ended 31 December 2019**

**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.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

**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.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 25 (2018 - 28 ) .

**4. TANGIBLE FIXED ASSETS**

	Totals £
<b>COST</b>	
At 1 January 2019	293,186
Additions	59,175
Disposals	<u>(110,131)</u>
At 31 December 2019	<u>242,230</u>
<b>DEPRECIATION</b>	
At 1 January 2019	245,410
Charge for year	33,734
Eliminated on disposal	<u>(100,434)</u>
At 31 December 2019	<u>178,710</u>
<b>NET BOOK VALUE</b>	
At 31 December 2019	<u>63,520</u>
At 31 December 2018	<u>47,776</u>

**Notes to the Financial Statements - continued  
for the year ended 31 December 2019**

**4. TANGIBLE FIXED ASSETS - continued**

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Totals £
<b>COST</b>	
At 1 January 2019	108,360
Additions	49,434
Disposals	(51,720)
Transfer to ownership	(32,954)
At 31 December 2019	<u>73,120</u>
<b>DEPRECIATION</b>	
At 1 January 2019	67,233
Charge for year	26,804
Eliminated on disposal	(42,023)
Transfer to ownership	(28,069)
At 31 December 2019	<u>23,945</u>
<b>NET BOOK VALUE</b>	
At 31 December 2019	<u>49,175</u>
At 31 December 2018	<u>41,127</u>

**5. INVESTMENT PROPERTY**

	Total £
<b>FAIR VALUE</b>	
At 1 January 2019	175,000
Additions	68,008
At 31 December 2019	<u>243,008</u>
<b>NET BOOK VALUE</b>	
At 31 December 2019	<u>243,008</u>
At 31 December 2018	<u>175,000</u>

Fair value at 31 December 2019 is represented by:

	£
Valuation in 2018	19,975
Cost	<u>223,033</u>
	<u>243,008</u>

If investment property had not been revalued it would have been included at the following historical cost:

	2019 £	2018 £
Cost	<u>155,025</u>	<u>155,025</u>

Investment property was valued on an open market basis on 31 December 2019 by the director



**Direct Cooling Systems Limited (Registered number: 04118287)**

**Notes to the Financial Statements - continued  
for the year ended 31 December 2019**

**6. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN FIVE YEARS**

	2019 £	2018 £
Repayable by instalments		
Bank loans more 5 yr by instal	<u>4,500</u>	<u>9,000</u>

**7. SECURED DEBTS**

The following secured debts are included within creditors:

	2019 £	2018 £
Bank overdrafts	87,249	313,347
Bank loans	107,807	44,000
Hire purchase contracts	<u>58,490</u>	<u>56,332</u>
	<u>253,546</u>	<u>413,679</u>

There is a fixed and floating charge over the undertaking, its property and all of the current and future assets of the company, dated 17th July 2015 held by Svenska Handelsbanken. There is also a legal charge which secures all monies due or becoming due to Svenska Handelsbanken over 2 Stanhope Street, Long Eaton, Nottingham, dated 6th November 2015, by way of a fixed charge.

Obligations under hire purchase contracts are secured on the assets to which they relate.

**8. ULTIMATE CONTROLLING PARTY**

The controlling party is Direct Cooling Holding Limited.

The ultimate controlling party is Mr D C Spencer.

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.