REGISTERED NUMBER: 04223862 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

FOR

SMITH CIVIL ENGINEERING LTD

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

COMPANY INFORMATION
FOR THE YEAR ENDED 30 JUNE 2020

DIRECTOR:	Mr D R Smith
REGISTERED OFFICE:	Unit 8D Aylsham Business Estate Shepheards Close Aylsham Norfolk NR116SZ
REGISTERED NUMBER:	04223862 (England and Wales)
ACCOUNTANTS:	LEES Chartered Certified Accountants Ingram House Meridian Way Norwich Norfolk NR7 0TA

BALANCE SHEET
30 JUNE 2020

	Notes	2020 £	2020 £	2019 £	2019 £
FIXED ASSETS					
Intangible assets	4		2,250		3,000
Tangible assets	5		556,148		546,089
			558,398		549,089
CURRENT ASSETS					
Debtors	6	800,928		802,055	
Cash at bank		2,326		80	
		803,254		802,135	
CREDITORS					
Amounts falling due within one year	7	718,570		779,704	
NET CURRENT ASSETS			84,684		22,431
TOTAL ASSETS LESS CURRENT LIABILITIES			643,082		571,520
CREDITORS					
Amounts falling due after more than one year	8		(186,575)		(155,576)
PROVISIONS FOR LIABILITIES			(105,668)		(103,757)
NET ASSETS			350,839		312,187
CAPITAL AND RESERVES					
Called up share capital	10		100		100
Retained earnings			350,739		312,087
SHAREHOLDERS' FUNDS			350,839		312,187

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

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

(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 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 Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the director and authorised for issue on 25 June 2021 and were signed by:

Mr D R Smith - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

1. STATUTORY INFORMATION

Smith Civil Engineering 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.

Turnover
Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before turnover is recognised:

Rendering of services

Turnover from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of turnover can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

Construction contracts

When the outcome of a construction contract can be estimated reliably, the company shall recognise contract revenue and contract costs associated with the construction contract as revenue and expenses respectively by reference to the stage of completion of the contract activity at the end of the reporting period.

Turnover is calculated as the proportion of total contract revenue which total costs incurred to date bear to total expected costs for the contract.

When the outcome of a construction contract cannot be estimated reliably:

a) the company shall recognise revenue only to the extent of contract costs incurred that it is probable will be recoverable; and

b) the company shall recognise contract costs as an expense in the period in which they are incurred.

When it is probable that total contract costs will exceed total contract revenue on a construction contract, the expected loss shall be recognised as an expense immediately, with a corresponding provision for an onerous contract.

Goodwill
Goodwill, being the amount paid in connection with the acquisition of a business, is being amortised evenly over its remaining useful economic life of five years.

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.

Plant and machinery etc	- 25% on reducing balance and 15% on reducing balance

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NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JUNE 2020

2. **ACCOUNTING POLICIES - continued**

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

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.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 24 (2019 - NIL) .

4. **INTANGIBLE FIXED ASSETS**

	Goodwill £
COST	
At 1 July 2019 and 30 June 2020	15,000
AMORTISATION	
At 1 July 2019	12,000
Charge for year	750
At 30 June 2020	12,750
NET BOOK VALUE	
At 30 June 2020	2,250
At 30 June 2019	3,000

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NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JUNE 2020

5. TANGIBLE FIXED ASSETS

	Plant and machinery etc
	£
COST	
At 1 July 2019	895,277
Additions	160,980
Disposals	(122,500)
At 30 June 2020	933,757
DEPRECIATION	
At 1 July 2019	349,188
Charge for year	109,328
Eliminated on disposal	(80,907)
At 30 June 2020	377,609
NET BOOK VALUE	
At 30 June 2020	556,148
At 30 June 2019	546,089

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

	Plant and machinery etc
	£
COST	
At 1 July 2019 and 30 June 2020	557,246
DEPRECIATION	
At 1 July 2019 and 30 June 2020	162,191
NET BOOK VALUE	
At 30 June 2020	395,055
At 30 June 2019	395,055

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Trade debtors	297,868	685,875
Other debtors	503,060	116,180
	800,928	802,055

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Bank loans and overdrafts	5,566	15,334
Hire purchase contracts	177,337	158,487
Trade creditors	328,845	443,412
Amounts owed to group undertakings	82,634	75,064
Taxation and social security	77,569	68,968
Other creditors	46,619	18,439
	718,570	779,704

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NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JUNE 2020

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2020	2019
	£	£
Bank loans	50,000	-
Hire purchase contracts	136,575	155,576
	186,575	155,576

9. SECURED DEBTS

The following secured debts are included within creditors:

	2020	2019
	£	£
Hire purchase contracts	313,912	314,063

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2020 £	2019 £
76	Ordinary A	£1	76	76
24	Ordinary B	£1	24	24
			100	100

11. DIRECTOR'S ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 30 June 2020 and 30 June 2019:

	2020	2019
	£	£
Mr D R Smith		
Balance outstanding at start of year	(1,025)	(907)
Amounts advanced	243,846	78,382
Amounts repaid	-	(78,500)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	242,821	(1,025)

12. ULTIMATE CONTROLLING PARTY

100% of the company's share capital is owned by it's parent company, Smith Civil Engineering (Holdings) Limited. The director, Mr D R Smith, owns 76% of the shares in Smith Civil Engineering (Holdings) Limited.