
SULLY DEVELOPMENT COMPANY LIMITED

UNAUDITED

DIRECTOR'S REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2018

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SULLY DEVELOPMENT COMPANY LIMITED

COMPANY INFORMATION

| | |
|--------------------------|--|
| Director | B C Herbert |
| Company secretary | C M A Lane, FCA |
| Registered number | 04643148 |
| Registered office | 23a Gold Tops Newport South Wales NP20 4UL |
| Accountants | Grant Thornton UK LLP Chartered Accountants 11/13 Penhill Road Cardiff South Glamorgan CF11 9UP |
| Bankers | National Westminster Bank Plc High Street Newport South Wales NP20 1GG |

SULLY DEVELOPMENT COMPANY LIMITED

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SULLY DEVELOPMENT COMPANY LIMITED

**DIRECTOR'S REPORT
FOR THE YEAR ENDED 31 MARCH 2018**

The director presents his report and the financial statements for the year ended 31 March 2018.

Director

The director who served during the year was:

B C Herbert

Small companies note

In preparing this report, the director has taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board on 19 October 2018 and signed on its behalf.



C M A Lane, FCA
Secretary

SULLY DEVELOPMENT COMPANY LIMITED

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2018

| | Note | 2018 £ | 2017 £ |
|--|------|----------------|----------------|
| Turnover | | 21 | - |
| Gross profit | | <u>21</u> | <u>-</u> |
| Administrative expenses | | (5,809) | (5,669) |
| Operating loss | | <u>(5,788)</u> | <u>(5,669)</u> |
| Tax on loss | | - | - |
| Loss for the financial year | | <u>(5,788)</u> | <u>(5,669)</u> |
| Other comprehensive income for the year | | | |
| Total comprehensive income for the year | | <u>(5,788)</u> | <u>(5,669)</u> |

The notes on pages 4 to 7 form part of these financial statements.

SULLY DEVELOPMENT COMPANY LIMITED
REGISTERED NUMBER: 04643148

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2018

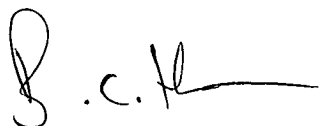
| | Note | 2018 £ | 2017 £ |
|--|------|------------------|------------------|
| Current assets | | | |
| Stocks | 4 | 651,821 | 651,821 |
| Debtors: amounts falling due within one year | 5 | 1,203 | 1,615 |
| Cash at bank and in hand | 6 | 17,891 | 943 |
| | | <u>670,915</u> | <u>654,379</u> |
| Creditors: amounts falling due within one year | 7 | (832,028) | (809,703) |
| Net current liabilities | | <u>(161,113)</u> | <u>(155,324)</u> |
| Total assets less current liabilities | | <u>(161,113)</u> | <u>(155,324)</u> |
| Net liabilities | | <u>(161,113)</u> | <u>(155,324)</u> |
| Capital and reserves | | | |
| Called up share capital | | 100 | 100 |
| Profit and loss account | | (161,213) | (155,424) |
| | | <u>(161,113)</u> | <u>(155,324)</u> |

The director considers that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:



B C Herbert
Director

Date: 19 October 2018

The notes on pages 4 to 7 form part of these financial statements.

SULLY DEVELOPMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

1. General information

Sully Development Company Limited is a private company limited by shares and incorporated in Wales, with its registered office at: 23a Gold Tops, Newport, South Wales, NP20 4UL. The financial statements are prepared in sterling, the functional currency of the Company. Monetary amounts in these financial statements are rounded to the nearest £1.

The company's principal activity is the development of building projects.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies.

The following principal accounting policies have been applied:

2.2 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue 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 revenue is recognised:

Rendering of services

Revenue 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 revenue 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.

2.3 Stocks

Stocks are stated at the lower of cost and net realisable value and consist of land and property held for resale and development.

At each reporting date, stock is assessed for impairment. The impairment loss is recognised immediately in profit or loss.

SULLY DEVELOPMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

2. Accounting policies (continued)

2.4 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.5 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.6 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in the case of an out-right short-term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of comprehensive income.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the reporting date.

Financial assets and liabilities are offset and the net amount reported in the Statement of financial position when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

SULLY DEVELOPMENT COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

2. Accounting policies (continued)

2.7 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

3. Employees

The Company has no employees other than the directors, who did not receive any remuneration (2017 - £Nil).

4. Stocks

| | 2018 £ | 2017 £ |
|--------|----------------|----------------|
| Stocks | 651,821 | 651,821 |
| | <u>651,821</u> | <u>651,821</u> |

Stocks consist of land and property.

5. Debtors

| | 2018 £ | 2017 £ |
|--------------------------------|--------------|--------------|
| Other debtors | 246 | 700 |
| Prepayments and accrued income | 957 | 915 |
| | <u>1,203</u> | <u>1,615</u> |

6. Cash and cash equivalents

| | 2018 £ | 2017 £ |
|--------------------------|---------------|------------|
| Cash at bank and in hand | 17,891 | 943 |
| | <u>17,891</u> | <u>943</u> |

SULLY DEVELOPMENT COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

7. Creditors: Amounts falling due within one year

| | 2018 | 2017 |
|---------------------------------|----------------|----------------|
| | £ | £ |
| Trade creditors | 126,247 | 125,000 |
| Amounts owed to related parties | 703,781 | 683,953 |
| Accruals and deferred income | 2,000 | 750 |
| | 832,028 | 809,703 |

8. Financial instruments

| | 2018 | 2017 |
|--|---------------|-------------|
| | £ | £ |
| Financial assets | | |
| Financial assets measured at fair value through profit or loss | 17,891 | 943 |
| | 17,891 | 943 |

Financial assets measured at fair value through profit or loss comprise cash at bank and in hand.

9. Related party transactions

| Name of related party | Director with a significant interest |
|------------------------------|---|
| Trustees of Llanarth Estate | B C Herbert |
| Trustees of Llanover Estate | B C Herbert |

At the year end, there was £413,950 (2017: £403,950) owed to Trustees of Llanarth Estate. During the year, Sully Development Company Limited made purchases from the Trustees of Llanover Estate of £881 (2017: £1,053). At the year end, there was £881 (2017: £1,053) owed to the Trustees of Llanover Estate in respect of this.

At the year end, there was £288,950 (2017: £278,950) owed to R A E Herbert. This balance is interest-free, unsecured and there are no fixed repayment terms. R A E Herbert is a significant shareholder of the company.

10. Controlling party

The ultimate controlling parties are jointly R A E Herbert and the trustees of Llanarth Estate, through virtue of their joint shareholding in Sully Development Company Limited.