

Company Registration No. 04786470 (England and Wales)

ABITO LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

PAGES FOR FILING WITH REGISTRAR

ABITO LIMITED

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ABITO LIMITED**BALANCE SHEET****AS AT 31 MARCH 2021**

	Notes	2021 £	£	2020 £	£
Fixed assets					
Investments	4		265		265
Current assets					
Stocks		4,434,729		4,434,729	
Debtors	6	74,683		97,123	
Cash at bank and in hand		907,206		892,247	
		<u>5,416,618</u>		<u>5,424,099</u>	
Creditors: amounts falling due within one year	7	<u>(3,222,065)</u>		<u>(2,705,520)</u>	
Net current assets			<u>2,194,553</u>		<u>2,718,579</u>
Total assets less current liabilities			2,194,818		2,718,844
Creditors: amounts falling due after more than one year	8		-		(553,169)
Provisions for liabilities			-		(205,000)
Net assets			<u>2,194,818</u>		<u>1,960,675</u>
Capital and reserves					
Called up share capital	9	3,771,900		3,771,900	
Profit and loss reserves		<u>(1,577,082)</u>		<u>(1,811,225)</u>	
Total equity			<u>2,194,818</u>		<u>1,960,675</u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

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

The financial statements were approved by the board of directors and authorised for issue on 20 December 2021 and are signed on its behalf by:

P Vickers
Director

Company Registration No. 04786470

ABITO LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

Company information

Abito Limited is a private company limited by shares incorporated in England and Wales. The registered office is c/o Infinity Asset Management LLP, 4 Clippers Quay, Salford, M50 3BL.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. The directors do not believe that Covid-19 will have a material effect on the company's operations and results in the future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Turnover

Sales of apartments are shown as turnover where legal completions have occurred before the balance sheet date. Turnover excludes value added tax and other sales taxes. Turnover is derived entirely from activities in the United Kingdom.

Rental income arising on the properties held as stock is shown in other operating income.

1.4 Fixed asset investments

Interests in subsidiaries, associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

An associate is an entity, being neither a subsidiary nor a joint venture, in which the company holds a long-term interest and where the company has significant influence. The company considers that it has significant influence where it has the power to participate in the financial and operating decisions of the associate.

Entities in which the company has a long term interest and shares control under a contractual arrangement are classified as jointly controlled entities.

ABITO LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

1.5 Stocks

Stocks of apartments are held at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises the original building cost less any previous write downs.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.6 Cash at bank and in hand

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.7 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally 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.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

ABITO LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

1.8 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recognised in profit or loss immediately, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk.

1.9 Provisions

Provisions are recognised when the company has a legal or constructive present obligation as a result of a past event, it is probable that the company will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation. Where the effect of the time value of money is material, the amount expected to be required to settle the obligation is recognised at present value. When a provision is measured at present value, the unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

2 Exceptional costs/(income)

	2021 £	2020 £
Cladding remedial works	(205,000)	205,000

3 Employees

The average monthly number of persons (including directors) employed by the company during the year was Nil (2020: Nil).

4 Fixed asset investments

	2021 £	2020 £
Shares in group undertakings and participating interests	265	265

ABITO LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2021****4 Fixed asset investments (Continued)****Movements in fixed asset investments**

	Shares in group undertakings £
Cost or valuation	
At 1 April 2020 & 31 March 2021	265
Carrying amount	
At 31 March 2021	265
At 31 March 2020	265

5 Subsidiaries

Details of the company's subsidiaries at 31 March 2021 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Abito Management Company 4 Clippers Quay, Dormant Greengate Limited	M50 3BL		Ordinary Shares	100.00	0

The aggregate capital and reserves and the result for the year of the subsidiaries noted above was as follows:

Name of undertaking	Profit/(Loss)	Capital and Reserves
	£	£
Abito Management Company Greengate Limited	-	265

6 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Trade debtors	26,385	23,324
Corporation tax recoverable	8,183	-
Other debtors	40,115	73,799
	<u>74,683</u>	<u>97,123</u>

ABITO LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 31 MARCH 2021****7 Creditors: amounts falling due within one year**

	2021 £	2020 £
Bank loans	641,263	113,625
Trade creditors	5,214	5,591
Amounts owed to group undertakings	2,500,077	2,524,077
Other creditors	75,511	62,227
	<u>3,222,065</u>	<u>2,705,520</u>

8 Creditors: amounts falling due after more than one year

	2021 £	2020 £
Bank loans and overdrafts	-	553,169
	<u>-</u>	<u>553,169</u>

All long term creditors due and payable within 5 years. The long-term bank loans are secured by fixed and floating charges over the assets of the company including property held as stock.

9 Called up share capital

	2021 £	2020 £
Ordinary share capital		
Issued and fully paid		
3,771,900 Ordinary Shares of £1 each	<u>3,771,900</u>	<u>3,771,900</u>

10 Audit report information

As the income statement has been omitted from the filing copy of the financial statements, the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditor's report was unqualified.

The senior statutory auditor was Alexander Kelly.

The auditor was MHA Moore and Smalley.

ABITO LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

11 Related party transactions

The parent company, Levitt Abito Limited has provided the company with an unsecured, interest free loan. As at the year end £2,499,812 (2020: £2,523,812) was owed to Levitt Abito Limited.

As at the year end the company owed Abito Management Company Greengate Limited, the subsidiary undertaking, £265 (2020: £265) for unpaid share capital.

12 Parent company

The company continues to be owned by Levitt Abito Limited, a joint venture between Infinity Number One Limited and Levitt UK Real Estate Limited. The ultimate controlling party is LevittSystems International Building Corporation.

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.