

M & M Construction Limited

Annual Report and Unaudited Abridged Financial Statements
for the Year Ended 30 June 2021

David Evans & Co Limited
Business and Tax Advisors
Stowegate House
Lombard Street
Lichfield
Staffs
WS13 6DP

M & M Construction Limited

Contents

Accountants' Report	<u>1</u>
Abridged Balance Sheet	<u>2</u> to <u>3</u>
Notes to the Abridged Financial Statements	<u>4</u> to <u>7</u>

**Accountants' Report to the Board of Directors on the Preparation of the Unaudited Statutory
Accounts of
M & M Construction Limited
for the Year Ended 30 June 2021**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of M & M Construction Limited for the year ended 30 June 2021 as set out on pages 2 to 7 from the company's accounting records and from information and explanations you have given us.

This report is made solely to the Board of Directors of M & M Construction Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of M & M Construction Limited and state those matters that we have agreed to state to the Board of Directors of M & M Construction Limited, as a body, in this report. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than M & M Construction Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that M & M Construction Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of M & M Construction Limited. You consider that M & M Construction Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out a review of the accounts of M & M Construction Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

.....
David Evans & Co Limited
Business and Tax Advisors
Stowegate House
Lombard Street
Lichfield
Staffs
WS13 6DP

8 November 2021

M & M Construction Limited
(Registration number: 04798647)
Abridged Balance Sheet as at 30 June 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	<u>4</u>	143,044	140,548
Current assets			
Stocks	<u>5</u>	2,788	2,436
Debtors		177,449	288,993
Cash at bank and in hand		199,037	118,363
		379,274	409,792
Prepayments and accrued income		12,805	28,221
Creditors: Amounts falling due within one year		(296,596)	(305,746)
Net current assets		95,483	132,267
Total assets less current liabilities		238,527	272,815
Creditors: Amounts falling due after more than one year		(43,782)	(57,076)
Accruals and deferred income		(13,859)	(7,321)
Net assets		180,886	208,418
Capital and reserves			
Called up share capital		4	4
Profit and loss account		180,882	208,414
Total equity		180,886	208,418

For the financial year ending 30 June 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

All of the company's members have consented to the preparation of an Abridged Balance Sheet in accordance with Section 444(2A) of the Companies Act 2006.

M & M Construction Limited
(Registration number: 04798647)
Abridged Balance Sheet as at 30 June 2021

Approved and authorised by the Board on 8 November 2021 and signed on its behalf by:

.....

Mrs Pamela Joanne Tromans

Director

M & M Construction Limited

Notes to the Abridged Financial Statements for the Year Ended 30 June 2021

1 General information

The company is incorporated in England & Wales.

The address of its registered office is:

Stowegate House
Lombard Street
Lichfield
Staffs
WS13 6DP

The principal place of business is:

Whateley Farmhouse
5 Whateley Lane
Tamworth
Staffs
B78 2ET

These financial statements were authorised for issue by the Board on 8 November 2021.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These abridged financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These abridged financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Exemption from preparing group accounts

The company has taken advantage of the exemption in section 398 of the Companies Act 2006 from the requirement to prepare consolidated financial statements, on the grounds that it is a small sized group.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Plant and machinery	20% straight line basis

M & M Construction Limited

Notes to the Abridged Financial Statements for the Year Ended 30 June 2021

Office equipment	20% straight line basis
Motor vehicles	25% straight line basis

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

M & M Construction Limited

Notes to the Abridged Financial Statements for the Year Ended 30 June 2021

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 19 (2020 - 18).

M & M Construction Limited

Notes to the Abridged Financial Statements for the Year Ended 30 June 2021

4 Tangible assets

	Plant and machinery £	Office equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 July 2020	252,181	13,659	156,119	421,959
Additions	21,727	1,833	61,736	85,296
Disposals	(6,200)	(1,179)	(26,704)	(34,083)
At 30 June 2021	267,708	14,313	191,151	473,172
Depreciation				
At 1 July 2020	193,412	10,239	77,760	281,411
Charge for the year	23,294	1,529	36,966	61,789
Eliminated on disposal	(6,199)	(1,174)	(5,699)	(13,072)
At 30 June 2021	210,507	10,594	109,027	330,128
Carrying amount				
At 30 June 2021	57,201	3,719	82,124	143,044
At 30 June 2020	58,769	3,420	78,359	140,548

5 Stocks

	2021 £	2020 £
Other inventories	2,788	2,436

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.