

# RentArc Limited

Annual Report and Unaudited Financial Statements  
for the Year Ended 28 February 2022

Blue Spire Limited  
Chartered Accountants  
Cawley Priory  
South Pallant  
Chichester  
West Sussex  
PO19 1SY

# **RentArc Limited**

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# **RentArc Limited**

## **Company Information**

<b>Directors</b>	Mr D Bryant Mr RP Edwards Mr RD Edwards
<b>Registered office</b>	Unit 2D Hamilton Road Cosham Hampshire PO6 4QE
<b>Accountants</b>	Blue Spire Limited Chartered Accountants Cawley Priory South Pallant Chichester West Sussex PO19 1SY

**Chartered Accountants' Report to the Board of Directors on the Preparation of the Unaudited  
Statutory Accounts of  
RentArc Limited  
for the Year Ended 28 February 2022**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of RentArc Limited for the year ended 28 February 2022 as set out on pages 3 to 8 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/regulation>.

This report is made solely to the Board of Directors of RentArc 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 RentArc Limited and state those matters that we have agreed to state to the Board of Directors of RentArc Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than RentArc Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that RentArc 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 RentArc Limited. You consider that RentArc Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of RentArc 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.

.....  
Blue Spire Limited  
Chartered Accountants  
Cawley Priory  
South Pallant  
Chichester  
West Sussex  
PO19 1SY

13 May 2022

**RentArc Limited**  
**(Registration number: 07147183)**  
**Balance Sheet as at 28 February 2022**

	Note	2022 £	2021 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	202,184	157,748
<b>Current assets</b>			
Stocks	<u>5</u>	15,000	15,000
Debtors	<u>6</u>	270,943	172,939
Cash at bank and in hand		215,155	139,572
		501,098	327,511
<b>Creditors:</b> Amounts falling due within one year	<u>7</u>	(304,191)	(162,214)
<b>Net current assets</b>		196,907	165,297
<b>Net assets</b>		399,091	323,045
<b>Capital and reserves</b>			
Called up share capital	<u>8</u>	1,000	1,000
Profit and loss account		398,091	322,045
Shareholders' funds		399,091	323,045

For the financial year ending 28 February 2022 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.

Approved and authorised by the Board on 13 May 2022 and signed on its behalf by:

.....  
Mr RD Edwards  
Director

# **RentArc Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 28 February 2022**

### **1 General information**

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:

Unit 2D Hamilton Road  
Cosham  
Hampshire  
PO6 4QE

The principal place of business is:

26 Solent Industrial Estate  
Shamblehurst Lane S  
Hedge End  
Southampton  
SO30 2FY

These financial statements were authorised for issue by the Board on 13 May 2022.

### **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 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 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.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;  
it is probable that future economic benefits will flow to the entity;  
and specific criteria have been met for each of the company's activities.

#### **Tax**

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

# RentArc Limited

## Notes to the Unaudited Financial Statements for the Year Ended 28 February 2022

### 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	25% Straight line
Motor vehicles	25% Straight line
Fixtures and fittings	25% Straight line
Hire fleet	25% Straight line

### 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.

### 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.

### Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

# RentArc Limited

## Notes to the Unaudited Financial Statements for the Year Ended 28 February 2022

### 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 7 (2021 - 7).

### 4 Tangible assets

	Plant, equipment & fittings £	Motor vehicles £	Hire Fleet £	Total £
<b>Cost or valuation</b>				
At 1 March 2021	79,704	39,667	297,159	416,530
Additions	5,507	18,990	102,942	127,439
Disposals	-	-	(19,895)	(19,895)
At 28 February 2022	85,211	58,657	380,206	524,074
<b>Depreciation</b>				
At 1 March 2021	76,728	18,187	163,867	258,782
Charge for the year	4,074	11,127	63,363	78,564
Eliminated on disposal	-	-	(15,456)	(15,456)
At 28 February 2022	80,802	29,314	211,774	321,890
<b>Carrying amount</b>				
At 28 February 2022	4,409	29,343	168,432	202,184
At 28 February 2021	2,976	21,480	133,292	157,748

# RentArc Limited

## Notes to the Unaudited Financial Statements for the Year Ended 28 February 2022

### 5 Stocks

	2022 £	2021 £
Other inventories	15,000	15,000

### 6 Debtors

	2022 £	2021 £
Trade debtors	267,307	169,517
Prepayments	3,634	3,422
Other debtors	2	-
	270,943	172,939

### 7 Creditors

#### Creditors: amounts falling due within one year

	2022 £	2021 £
<b>Due within one year</b>		
Trade creditors	209,228	129,212
Taxation and social security	93,001	27,732
Accruals and deferred income	1,717	2,450
Other creditors	245	2,820
	304,191	162,214

### 8 Share capital

#### Allotted, called up and fully paid shares

	2022		2021	
	No.	£	No.	£
Ordinary of £1 each	1,000	1,000	1,000	1,000

### 9 Related party transactions

#### Summary of transactions with parent

The company has related party transactions with its parent company Rapid Welding and Industrial Supplies Limited (England & Wales).

The company's trade in welding supplies and management services is provided by the parent. RentArc Limited owed £48,631.78 (2021 - £64,597.09) to its parent company at the year end.

## **RentArc Limited**

### **Notes to the Unaudited Financial Statements for the Year Ended 28 February 2022**

#### **10 Parent and ultimate parent undertaking**

The company's immediate parent is Rapid Welding & Industrial Supplies Limited, incorporated in UK.

The ultimate controlling party is Roy Edwards & Rob Edwards.

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.