

Registered number: 08619720

Lanchester Energy Limited

Annual report - filing copy

30 June 2020



Lanchester Energy Limited

Company information

Directors

A A Cleary
V A Cleary
A R Black
B W A Cleary
A L Cleary
C R Cleary

Registered number

08619720

Registered office

Greencroft Industrial Estate
Tower Road
Annfield Plain
County Durham
DH9 7XP

Accountants

UNW LLP
Chartered Accountants
Citygate
St James Boulevard
Newcastle upon Tyne
NE1 4JE

Bankers

Handelsbanken
43 Old Elvet
Durham
DH1 3HN

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Balance sheet At 30 June 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	5	251,892	267,456
		<u>251,892</u>	<u>267,456</u>
Current assets			
Debtors	6	779,918	470,625
Cash at bank and in hand		68,141	54,525
		<u>848,059</u>	<u>525,150</u>
Creditors: amounts falling due within one year	7	(451,193)	(266,773)
Net current assets		<u>396,866</u>	<u>258,377</u>
Total assets less current liabilities		<u>648,758</u>	<u>525,833</u>
Provisions for liabilities			
Deferred tax		(36,509)	(32,949)
Net assets		<u>612,249</u>	<u>492,884</u>
Capital and reserves			
Called up share capital		1,450	1,450
Profit and loss account		610,799	491,434
Total equity		<u>612,249</u>	<u>492,884</u>

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Balance sheet (continued) At 30 June 2020

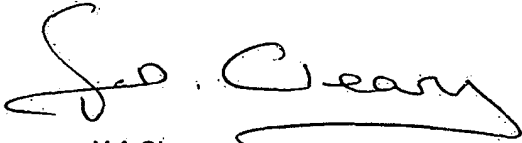
The directors consider that the company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their 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.

As permitted by the provisions applicable to companies subject to the small companies' regime, the directors have opted not to file the profit and loss account.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 1 March 2021.



V A Cleary
Director

Company registered number: 08619720

Lanchester Energy Limited

Notes to the financial statements Year ended 30 June 2020

1. General information

Lanchester Energy Limited ('the company') is a private company limited by shares, incorporated in the United Kingdom and registered in England. The address of the registered office is Greencroft Industrial Estate, Tower Road, Annfield Plain, County Durham, DH9 7XP.

2. Statement of compliance

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

3. Accounting policies

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

3.1 Basis of preparation of financial statements

The financial statements are prepared on a going concern basis and under the historical cost convention. They are presented in pounds sterling and rounded to the nearest pound.

3.2 Going concern

In determining the appropriate basis of preparation of the financial statements, the directors are required to consider whether the company can continue in operational existence for the foreseeable future, being a period of at least 12 months from the date of signing of these financial statements.

The directors have performed this assessment and have prepared the financial statements on a going concern basis which is considered appropriate for the following reasons.

In light of global events which persist at the date of approval of these financial statements, the directors have taken measures to counter the potential impact of COVID-19 on the company's operations and the resultant impact on financial headroom. Contingency plans have been implemented and are considered to mitigate the risk and reduce this to an acceptable level.

At 30 June 2020, the net assets position was £612,249.

The directors have prepared profit and cash flow forecasts for a period in excess of 12 months from the date of their approval of these financial statements and considered the potential impact of the COVID-19 outbreak.

The cash flow forecasts that the directors have prepared are based on their current best estimate of trading levels with the company's key customers and the company's expected cost base and show that the company can maintain sufficient financial headroom for the foreseeable future.

Whilst the above risks and others cannot be completely mitigated and therefore some level of future uncertainty remains, the directors have adopted measures and assessed the financial implications of associated factors outside their control and are satisfied the company has adequate facilities in place to be considered a going concern.

3.3 Revenue recognition

Turnover comprises revenue recognised in respect of services supplied during the year, net of discounts and excluding Value Added Tax. Revenue is recognised as the service is provided and invoiced.

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Notes to the financial statements Year ended 30 June 2020

3. Accounting policies (continued)

3.4 Tangible fixed assets

Tangible fixed assets are stated at cost, less accumulated depreciation and accumulated impairment losses. Cost includes the original purchase price plus any further costs directly attributable to bringing the asset to its working condition for its intended use. Assets under construction are not depreciated until they are capable of being brought into use.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their estimated useful lives as follows:

Turbines	- 5% straight-line
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Asset residual values and useful lives are reviewed at the end of each reporting period, and adjusted if appropriate. The effect of any change is accounted for prospectively.

3.5 Financial instruments

The company only enters into financial instrument transactions that result in the recognition of basic debt financial assets liabilities like trade and other accounts receivable and payable, cash and bank balances and loans to or from related parties. All such instruments are due within one year, and are measured, initially and subsequently at the transaction price.

At the end of each reporting period debt financial assets are assessed for impairment, and their carrying value reduced if necessary. Any impairment charge is recognised in the profit and loss account.

3.6 Taxation

The taxation expense for the year comprises current and deferred tax and is recognised in the profit and loss account except to the extent that it relates to items recognised in other comprehensive income, or directly in equity, in which case the tax expense is also recognised in other comprehensive income or directly in equity.

Current tax is the amount of income tax payable in respect of the taxable profit for the current or past reporting periods. It is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax represents the future tax consequences of transactions and events recognised in the financial statements of current and previous periods. It is recognised in respect of all timing differences, with certain exceptions. Timing differences arise from the inclusion of transactions and events in the financial statements in periods different from those in which they are assessed for tax.

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.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of timing differences.

4. Employees

The company did not have any employees during the current or preceding year, other than the directors.

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Notes to the financial statements Year ended 30 June 2020

5. Tangible fixed assets

	Freehold property £
Cost or valuation	
At 1 July 2019 and 30 June 2020	311,269
Depreciation	
At 1 July 2019	43,813
Charge for the year	15,564
At 30 June 2020	59,377
Net book value	
At 30 June 2020	251,892
At 30 June 2019	267,456

6. Debtors

	2020 £	2019 £
Trade debtors	22,175	2,182
Amounts owed by related parties	755,225	457,382
Other debtors	2,518	11,061
	<u>779,918</u>	<u>470,625</u>

Lanchester Energy Limited

Notes to the financial statements Year ended 30 June 2020

7. Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	340,653	224,443
Amounts owed to related parties	14,960	860
Corporation tax	75,886	36,620
Other taxation and social security	3,304	-
Other creditors	4,140	4,850
Accruals and deferred income	12,250	-
	<u>451,193</u>	<u>266,773</u>

8. Audit

This is the filing copy of the company's full financial statements. As permitted by section 444 of the Companies Act 2006, the filing copy does not include the profit and loss account.

The full financial statements (which include a profit and loss account) were not subject to audit. The directors consider 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 478 of the Companies Act 2006.