

Company registration number: 08811878

NESC Ltd

Unaudited filleted financial statements

31 January 2021



NESC Ltd

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NESC Ltd

Directors and other information

Directors

Mr J Harris
Mr B Sidman
Mrs H Harris
Mr C Marriott
Mr J Adjeteý (Appointed 1 February 2020)
Mr J Hall (Appointed 31 March 2020)

Company number

08811878

Registered office

Plymouth Science Park
1 Davy Road
Derriford
Plymouth
PL6 8BX

Business address

Plymouth Science Park
1 Davy Road
Derriford
Plymouth
PL6 8BX

Accountants

Wills Accountants Limited
2 Endeavour House
Parkway Court
Longbridge Road
Plymouth
PL6 8LR

NESC Ltd

**Report to the board of directors on the preparation of the
unaudited statutory financial statements of NESC Ltd
Year ended 31 January 2021**

As described on the statement of financial position, the directors of the company are responsible for the preparation of the financial statements for the year ended 31 January 2021 which comprise the statement of financial position, statement of changes in equity and related notes.

You consider that the company is exempt from an audit under the Companies Act 2006. In accordance with your instructions we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and from information and explanations supplied to us.

Wills Accountants

Wills Accountants Limited
Chartered Certified Accountants

2 Endeavour House
Parkway Court
Longbridge Road
Plymouth
PL6 8LR

15 July 2021

NESC Ltd

**Statement of financial position
31 January 2021**

	Note	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	5	168,736		95,573	
			168,736		95,573
Current assets					
Debtors	6	1,181,626		942,172	
Cash at bank and in hand		116,512		60,473	
		1,298,138		1,002,645	
Creditors: amounts falling due within one year	7	(933,660)		(934,836)	
Net current assets			364,478		67,809
Total assets less current liabilities			533,214		163,382
Creditors: amounts falling due after more than one year	8		(438,189)		(110,832)
Provisions for liabilities			(12,940)		(7,142)
Net assets			82,085		45,408
Capital and reserves					
Called up share capital			120		114
Capital redemption reserve			6		-
Profit and loss account			81,959		45,294
Shareholders funds			82,085		45,408

For the year ending 31 January 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 financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

The notes on pages 6 to 13 form part of these financial statements.

NESC Ltd

Statement of financial position (continued)
31 January 2021

In accordance with section 444 of the Companies Act 2006, the statement of comprehensive income has not been delivered.

These financial statements were approved by the board of directors and authorised for issue on 15 July 2021, and are signed on behalf of the board by:



Mr J Harris
Director

Company registration number: 08811878

The notes on pages 6 to 13 form part of these financial statements.

NESC Ltd

Statement of changes in equity
Year ended 31 January 2021

	Called up share capital £	Capital redemption reserve £	Profit and loss account £	Total £
At 1 February 2019	120	-	43,795	43,915
Profit for the year			589,601	589,601
Total comprehensive income for the year	-	-	589,601	589,601
Issue of shares	6			6
Dividends paid and payable			(581,430)	(581,430)
Cancellation of subscribed capital	(12)	-	(6,672)	(6,684)
Total investments by and distributions to owners	(6)	-	(588,102)	(588,108)
At 31 January 2020 and 1 February 2020	114	-	45,294	45,408
Profit for the year			726,771	726,771
Total comprehensive income for the year	-	-	726,771	726,771
Issue of shares	6			6
Dividends paid and payable			(690,106)	(690,106)
Cancellation of subscribed capital	-	6	-	6
Total investments by and distributions to owners	6	6	(690,106)	(690,094)
At 31 January 2021	120	6	81,959	82,085

NESC Ltd

Notes to the financial statements Year ended 31 January 2021

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is NESC Ltd, Plymouth Science Park, 1 Davy Road, Derriford, Plymouth, PL6 8BX.

2. Statement of compliance

These financial statements have been prepared in compliance with the provisions of FRS 102, Section 1A, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. The Triennial review 2017 amendments to the standard have been early adopted.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Turnover

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Taxation

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in the statement of comprehensive income, except to the extent that it relates to items recognised in other comprehensive income or directly in capital and reserves. In this case, tax is recognised in other comprehensive income or directly in capital and reserves, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised 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 reporting date that are expected to apply to the reversal of the timing difference.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

NESC Ltd

Notes to the financial statements (continued)

Year ended 31 January 2021

Tangible assets

Tangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated depreciation and impairment losses.

Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in capital and reserves, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in capital and reserves in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in capital and reserves in respect of that asset, the excess shall be recognised in profit or loss.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Computer Equipment	- 33.33% straight line
Fittings fixtures and equipment	- 15% reducing balance
Motor vehicles	- 25% reducing balance

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of tangible assets, the depreciation is revised prospectively to reflect the new estimates.

Impairment

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

When it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

NESC Ltd

Notes to the financial statements (continued) Year ended 31 January 2021

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received.

Government grants are recognised using the accrual model and the performance model.

Under the accrual model, government grants relating to revenue are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate. Grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the entity with no future related costs are recognised in income in the period in which it becomes receivable.

Grants relating to assets are recognised in income on a systematic basis over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income and not deducted from the carrying amount of the asset.

Under the performance model, where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event; it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised in finance costs in profit or loss in the period it arises.

Notes to the financial statements (continued)

Year ended 31 January 2021

Financial instruments

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

Where investments in non-convertible preference shares and non-puttable ordinary shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in profit or loss. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in profit or loss, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised in profit or loss immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised in finance costs in profit or loss in the period in which it arises.

4. Employee numbers

The average number of persons employed by the company during the year amounted to 18 (2020: 13).

NESC Ltd

Notes to the financial statements (continued)
Year ended 31 January 2021

5. Tangible assets

	Plant and machinery	Fixtures, fittings and equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 February 2020	59,867	14,247	136,810	210,924
Additions	52,500	1,150	116,391	170,041
Disposals	(10,085)	-	(101,149)	(111,234)
At 31 January 2021	102,282	15,397	152,052	269,731
Depreciation				
At 1 February 2020	50,402	6,030	58,919	115,351
Charge for the year	8,486	1,312	13,493	23,291
Disposals	(10,085)	-	(27,562)	(37,647)
At 31 January 2021	48,803	7,342	44,850	100,995
Carrying amount				
At 31 January 2021	53,479	8,055	107,202	168,736
At 31 January 2020	9,465	8,217	77,891	95,573

6. Debtors

	2021	2020
	£	£
Trade debtors	355,695	451,634
Amounts owed by group undertakings and undertakings in which the company has a participating interest	369,424	305,583
Other debtors	456,507	184,955
	1,181,626	942,172

7. Creditors: amounts falling due within one year

	2021	2020
	£	£
Bank loans and overdrafts	42,973	15,240
Trade creditors	259,816	225,378
Amounts owed to group undertakings and undertakings in which the company has a participating interest	6,300	18,500
Corporation tax	222,626	137,892
Social security and other taxes	98,385	107,928
Other creditors	303,560	429,898
	933,660	934,836

NESC Ltd

Notes to the financial statements (continued)

Year ended 31 January 2021

8. Creditors: amounts falling due after more than one year

	2021	2020
	£	£
Bank loans and overdrafts	364,403	57,376
Other creditors	73,786	53,456
	<u>438,189</u>	<u>110,832</u>

Secured liabilities

Creditors includes hire purchase liabilities of £95,666 (2020: £78,621) secured against certain fixed assets.

Creditors includes liabilities of £66,583 (2020: £nil) secured by a director's personal guarantee.

Creditors includes liabilities of £168,228 (2020: 265,161) secured by way of a charge over the company's assets.

NESC Ltd

Notes to the financial statements (continued)
Year ended 31 January 2021

9. Directors advances, credits and guarantees

During the year the directors entered into the following advances and credits with the company:

	2021			
	Balance brought forward	Advances /(credits) to the directors	Amounts repaid	Balance o/standing
	£	£	£	£
Mr J Harris	13,409	78,000	-	91,409
Mr B Sidman	7,401	77,000	-	84,401
Mrs H Harris	1	-	-	1
Mrs Y Sidman	1	-	(1)	-
Mr C Marriott	5	-	-	5
Mr N Mitchell	-	-	-	-
Mrs G Mitchell	-	-	-	-
	<u>20,817</u>	<u>155,000</u>	<u>(1)</u>	<u>175,816</u>

	2020			
	Balance brought forward	Advances /(credits) to the directors	Amounts repaid	Balance o/standing
	£	£	£	£
Mr J Harris	(38,091)	-	51,500	13,409
Mr B Sidman	(99)	(50,000)	57,500	7,401
Mrs H Harris	1	-	-	1
Mrs Y Sidman	(4,999)	-	5,000	1
Mr C Marriott	5	-	-	5
Mr N Mitchell	49	(49)	-	-
Mrs G Mitchell	48	(48)	-	-
	<u>(43,086)</u>	<u>(50,097)</u>	<u>114,000</u>	<u>20,817</u>

The loans are unsecured, repayable on demand and interest free.

10. Related party transactions

Debtors includes an interest free loan, repayable on demand, to a group undertaking of £369,424 (2020: £305,582).

Creditors includes interest free loans, repayable on demand, from group undertakings of £6,300 (2020: £18,500).

NESC Ltd

Notes to the financial statements (continued) **Year ended 31 January 2021**

11. Ultimate Holding Company

The company is a subsidiary of Primary Asset Holdings Ltd, a company registered in England number 11065321. It's registered office address is 2 Endeavour House, Parkway Court, Longbridge Road, Plymouth, PL6 8LR.