

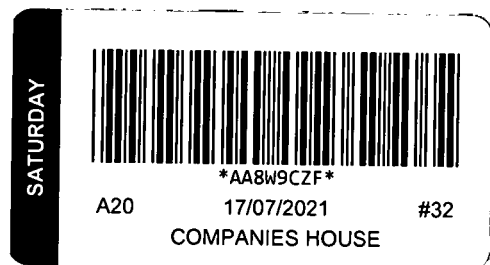
ADANDE REFRIGERATION LIMITED

UNAUDITED

FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE YEAR ENDED 30 NOVEMBER 2020



ADANDE REFRIGERATION LIMITED
REGISTERED NUMBER: 10719443

STATEMENT OF FINANCIAL POSITION
AS AT 30 NOVEMBER 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	4	65,867	90,597
		<u>65,867</u>	<u>90,597</u>
Current assets			
Stocks	5	621,078	670,757
Debtors		2,388,921	2,425,816
Cash at bank and in hand		271,053	133,056
		<u>3,281,052</u>	<u>3,229,629</u>
Creditors: amounts falling due within one year	6	(1,845,187)	(1,979,636)
Net current assets		<u>1,435,865</u>	<u>1,249,993</u>
Total assets less current liabilities		<u>1,501,732</u>	<u>1,340,590</u>
Creditors: amounts falling due after more than one year	7	(46,119)	-
Net assets		<u><u>1,455,613</u></u>	<u><u>1,340,590</u></u>
Capital and reserves			
Called up share capital		1,200,000	1,200,000
Profit and loss account		255,613	140,590
		<u><u>1,455,613</u></u>	<u><u>1,340,590</u></u>

ADANDE REFRIGERATION LIMITED
REGISTERED NUMBER: 10719443

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 30 NOVEMBER 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.

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

The Company has opted not to file the income statement in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:



.....
I D Wood
Director

Date: 12 July 2021

The notes on pages 3 to 9 form part of these financial statements.

ADANDE REFRIGERATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2020

1. General information

Adande Refrigeration Limited is a private company limited by shares and incorporated in England, registration number 10719443. The registered office is 45 Pinbush Road, South Lowestoft Industrial Estate, Lowestoft, Suffolk NR33 7NL.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The financial statements are presented in sterling which is the functional currency of the Company and rounded to the nearest £.

The significant 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.

2.2 Going concern

The directors have considered the Company's position at the time of signing the financial statements, and in particular the current issues caused by Covid-19 and its impact on the Company and the wider economy.

The directors acknowledge that it is difficult in the current circumstances to produce meaningful forecasts for the remainder of the financial year and medium term. However, revised projections have been prepared, which take account of the sales pipeline and cost savings made. The Company has a supportive banking relationship and additional funding has been secured to assist the Company through this period. Furthermore, the directors have a reasonable expectation that further funds could be raised should they be required and the directors are pleased to report that turnover has begun to return to pre-pandemic levels.

Based on these factors, the directors have a reasonable expectation that the Company will be able to withstand the impact of Covid-19 and have adequate resources to continue in operational existence for the foreseeable future. The directors have therefore adopted the going concern basis of accounting in preparing these financial statements.

ADANDE REFRIGERATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2020

2. Accounting policies (continued)

2.3 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Income Statement except when deferred in other comprehensive income as qualifying cash flow hedges.

Foreign exchange gains and losses that relate to borrowings and cash and cash and cash equivalents are presented in the Income Statement within 'interest payable and similar expenses'. All other foreign exchange gains and losses are presented in the Income Statement within 'administrative expenses'.

2.4 Turnover

Turnover is recognised to the extent that it is probable that economic benefits will flow to the Company and the turnover can be reliably measured. Turnover represents refrigeration equipment sales, service and part sales and royalty income. Turnover from the sale of goods is recognised on despatch of items to customers. Royalty income is recognised on an accruals basis.

2.5 Government grants

Grants are accounted under the accruals model as permitted by FRS 102. Grants of a revenue nature are recognised in the Income Statement in the same period as the related expenditure.

2.6 Interest income

Interest income is recognised in profit or loss using the effective interest method.

2.7 Finance costs

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.8 Borrowing costs

All borrowing costs are recognised in profit or loss in the year in which they are incurred.

ADANDE REFRIGERATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2020

2. Accounting policies (continued)

2.9 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of Financial Position. The assets of the plan are held separately from the Company in independently administered funds.

2.10 Taxation

Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

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 income.

2.11 Development costs

Costs relating to research and development are recognised through the profit and loss as they are incurred.

2.12 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives.

Depreciation is provided on the following basis:

Long-term leasehold property	- Straight line over original lease period
Plant and machinery	- 25% reducing balance
Motor vehicles	- 33.33% reducing balance
Computer equipment	- 33.33% straight line

ADANDE REFRIGERATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2020

2. Accounting policies (continued)

2.13 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a weighted average basis. Work in progress and finished goods include labour and attributable overheads.

At each reporting date, stocks are assessed for impairment. If stock is 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.

2.14 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.15 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.16 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties and loans to related parties.

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

3. Employees

The average monthly number of employees, including directors, during the year was 35 (2019 - 35).

ADANDE REFRIGERATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 2020

4. Tangible fixed assets

	Long-term leasehold property £	Other fixed assets £	Total £
Cost or valuation			
At 1 December 2019	10,098	157,750	167,848
Additions	-	6,000	6,000
At 30 November 2020	10,098	163,750	173,848
Depreciation			
At 1 December 2019	7,177	70,074	77,251
Charge for the year on owned assets	1,940	28,790	30,730
At 30 November 2020	9,117	98,864	107,981
Net book value			
At 30 November 2020	981	64,886	65,867
At 30 November 2019	2,921	87,676	90,597

5. Stocks

	2020 £	2019 £
Raw materials and work in progress	608,462	643,397
Finished goods and goods for resale	12,616	27,360
	621,078	670,757

ADANDE REFRIGERATION LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2020**

6. Creditors: Amounts falling due within one year

	2020 £	2019 £
Bank overdrafts	753,932	966,046
Bank loans	3,257	-
Other loans	170,000	-
Trade creditors	604,258	918,155
Amounts owed to group undertakings	-	4,894
Other taxation and social security	194,648	52,553
Other creditors	83,303	-
Accruals and deferred income	35,789	37,988
	<u>1,845,187</u>	<u>1,979,636</u>

Bank overdrafts includes proceeds of factored debts of £508,527 (2019: £907,451), which are secured on the debts of the Company.

Bank loans disclosed as due within one year of £3,257 (2019: £Nil) relate to amounts borrowed through the government's Bounce Back Loan Scheme. The loan is guaranteed by the UK government. No interest or fees are payable in the first 12 months of the loan agreement. After 12 months, interest will be charged at a rate of 2.5%.

7. Creditors: Amounts falling due after more than one year

	2020 £	2019 £
Bank loans	<u>46,119</u>	<u>-</u>

Bank loans disclosed as due after more than one year of £46,119 (2019: £Nil) relate to amounts borrowed through the government's Bounce Back Loan Scheme. The loan is guaranteed by the UK government. No interest or fees are payable in the first 12 months of the loan agreement. After 12 months, interest will be charged at a rate of 2.5%.

8. Contingent liabilities

The Company together with Applied Design & Engineering Limited has given guarantees to its bankers in respect of monies due to the bank by the parties to the guarantees. At 30 November 2020 the contingent liability in respect of the agreement amounted to £Nil (2019: £3,275)

ADANDE REFRIGERATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2020

9. Loans

Analysis of the maturity of loans is given below:

	2020 £	2019 £
Amounts falling due within one year		
Bank loans	3,257	-
Other loans	170,000	-
	<hr/>	<hr/>
	173,257	-
Amounts falling due 1-2 years		
Bank loans	9,629	-
Amounts falling due 2-5 years		
Bank loans	30,354	-
Amounts falling due after more than 5 years		
Bank loans	6,136	-
	<hr/>	<hr/>
	219,376	-
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