

Kernahans Contractors Ltd

Unaudited Filleted Financial Statements
for the Year Ended 30 April 2023

Kernahans Contractors Ltd

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Kernahans Contractors Ltd

Company Information

Director Mr Daniel John Kernahan

Registered office 5 West Street
Hunton
Maidstone
Kent
ME15 0RS

Kernahans Contractors Ltd
(Registration number: 12544714)
Balance Sheet as at 30 April 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	<u>4</u>	186,932	119,843
Current assets			
Debtors	<u>5</u>	6,714	1,755
Cash at bank and in hand		43,339	14,875
		50,053	16,630
Creditors: Amounts falling due within one year	<u>6</u>	(288,427)	(162,984)
Net current liabilities		(238,374)	(146,354)
Total assets less current liabilities		(51,442)	(26,511)
Creditors: Amounts falling due after more than one year	<u>6</u>	(133,336)	(59,482)
Net liabilities		(184,778)	(85,993)
Capital and reserves			
Called up share capital	<u>7</u>	100	100
Retained earnings		(184,878)	(86,093)
Shareholders' deficit		(184,778)	(85,993)

For the financial year ending 30 April 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges his 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. As permitted by section 444 (5A) of the Companies Act 2006, the director has not delivered to the registrar a copy of the Profit and Loss Account.

Approved and authorised by the director on 31 January 2024

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Mr Daniel John Kernahan
Director

Kernahans Contractors Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 April 2023

1 General information

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

The address of its registered office is:

5 West Street
Hunton
Maidstone
Kent
ME15 0RS
England

The principal place of business is:

5 West Street
Hunton
Maidstone
Kent
ME15 0RS
England

These financial statements were authorised for issue by the director on 31 January 2024.

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 smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

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.

Going concern

The financial statements have been prepared on a going concern basis.

Kernahans Contractors Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 April 2023

Judgements

Judgements The company may be required to make estimates and assumptions concerning the future. These estimates and judgements are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The resulting accounting estimates will, by definition, seldom equal the related actual results. The principal areas where judgement was exercised are as follows:

- i) Recoverability of trade debtors: the directors annually assess whether a bad debt provision is required for any bad or doubtful debtor balances.
- ii) Tangible fixed assets: the directors annually assess both the residual value of these assets and the expected useful life of such assets based on experience.

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.

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
Furniture, fittings and equipment	25% reducing balance
Plant and machinery	25% reducing balance
Motor vehicles	25% reducing balance
Office equipment	25% reducing balance

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.

Kernahans Contractors Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 April 2023

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.

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.

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.

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.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 1 (2022 - 1).

Kernahans Contractors Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 April 2023

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 May 2022	9,061	88,739	72,031	169,831
Additions	-	62,188	70,000	132,188
At 30 April 2023	9,061	150,927	142,031	302,019
Depreciation				
At 1 May 2022	604	28,397	20,987	49,988
Charge for the year	605	34,233	30,261	65,099
At 30 April 2023	1,209	62,630	51,248	115,087
Carrying amount				
At 30 April 2023	7,852	88,297	90,783	186,932
At 30 April 2022	8,457	60,342	51,044	119,843

Included within the net book value of land and buildings above is £7,852 (2022 - £8,457) in respect of short leasehold land and buildings.

5 Debtors

	2023 £	2022 £
Current		
Trade debtors	6,714	1,755
	6,714	1,755

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Notes to the Unaudited Financial Statements for the Year Ended 30 April 2023

6 Creditors

Creditors: amounts falling due within one year

	Note	2023 £	2022 £
Due within one year			
Loans and borrowings	8	39,595	17,478
Trade creditors		800	800
Taxation and social security		7,388	1,071
Accruals and deferred income		1,000	1,000
Other creditors		239,644	142,635
		<u>288,427</u>	<u>162,984</u>

Creditors: amounts falling due after more than one year

	Note	2023 £	2022 £
Due after one year			
Loans and borrowings	8	<u>133,336</u>	<u>59,482</u>

7 Share capital

Allotted, called up and fully paid shares

	2023		2022	
	No.	£	No.	£
Ordinary share capital of £1 each	100	100	100	100

8 Loans and borrowings

	2023 £	2022 £
Non-current loans and borrowings		
Bank borrowings	<u>133,336</u>	<u>59,482</u>
Current loans and borrowings		
Bank borrowings	<u>39,595</u>	<u>17,478</u>

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.