

Company registration number 12808875 (England and Wales)

MODNARWAY LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021
PAGES FOR FILING WITH REGISTRAR

MODNARWAY LIMITED

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MODNARWAY LIMITED

BALANCE SHEET

AS AT 31 AUGUST 2021

	Notes	2021 £	£
Fixed assets			
Investment properties	3		107,500
Investments	4		70,501
			<u>178,001</u>
Current assets			
Debtors	5	2,012,100	
Cash at bank and in hand		128,799	
		<u>2,140,899</u>	
Creditors: amounts falling due within one year	6	(800,173)	
		<u></u>	
Net current assets			1,340,726
Total assets less current liabilities			<u>1,518,727</u>
Creditors: amounts falling due after more than one year	7		(1,568,000)
			<u></u>
Net liabilities			<u>(49,273)</u>
Capital and reserves			
Called up share capital	8		100
Profit and loss reserves			(49,373)
			<u></u>
Total equity			<u>(49,273)</u>

The director of the company has elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 August 2021 the company was entitled to exemption from audit under section 480 of the Companies Act 2006 relating to dormant companies.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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.

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

MODNARWAY LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 AUGUST 2021

The financial statements were approved and signed by the director and authorised for issue on 28 October 2022

D Fisher
Director

Company Registration No. 12808875

MODNARWAY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

Company information

Modnarway Limited is a private company limited by shares incorporated in England and Wales. The registered office is The Apartment Group 1st Floor, Two, Jesmond Three Sixty, Newcastle upon Tyne, NE2 1DB.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

The company has taken advantage of the exemption under section 399 of the Companies Act 2006 not to prepare consolidated accounts, on the basis that the group of which this is the parent qualifies as a small group. The financial statements present information about the company as an individual entity and not about its group.

In accordance with the true and fair principle, there was no depreciation charge for freehold land and buildings in the year. The director believes that this represents a more accurate view of the value of these tangible fixed assets.

1.2 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. Changes in fair value are recognised in profit or loss.

1.3 Fixed asset investments

Interests in subsidiaries, associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.4 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

MODNARWAY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2021 Number
Total	1

3 Investment property

	2021 £
Fair value	
At 12 August 2020	-
Additions	107,500
At 31 August 2021	107,500

The director considers the value per the financial statements reflects the fair value as at the year end.

MODNARWAY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

4 Fixed asset investments

	2021 £
Shares in group undertakings and participating interests	70,501
	<u>70,501</u>
Movements in fixed asset investments	
	Shares in subsidiaries £
Cost or valuation	
At 12 August 2020	-
Additions	70,501
	<u>70,501</u>
At 31 August 2021	70,501
	<u>70,501</u>
Carrying amount	
At 31 August 2021	70,501
	<u>70,501</u>

5 Debtors

	2021 £
Amounts falling due within one year:	
Amounts owed by group undertakings	2,012,000
Other debtors	100
	<u>2,012,100</u>

6 Creditors: amounts falling due within one year

	2021 £
Bank loans	112,000
Other creditors	688,173
	<u>800,173</u>

7 Creditors: amounts falling due after more than one year

	2021 £
Bank loans	1,568,000
	<u>1,568,000</u>

Bank loans are secured with fixed charges over the assets of the group.

MODNARWAY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

8 Called up share capital

	2021 Number	2021 £
Ordinary share capital Issued and fully paid		
Ordinary shares of £1 each	100	100
	<u> </u>	<u> </u>

9 Financial commitments, guarantees and contingent liabilities

During the year a loan was taken out with National Westminster Bank plc. The loan has unlimited cross guarantees given by Apartment 1 Ltd, Newton Hall (Northumberland) Ltd and Manners (Newcastle) Ltd.

10 Related party transactions

Amounts due to related parties	2021 £
Other related parties	678,001
	<u> </u>

The following amounts were outstanding at the reporting end date:

Amounts due from related parties	2021 £
Entities over which the entity has control, joint control or significant influence	2,012,000
	<u> </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.