

# MITCHELL DRYERS (KINGMOOR) LIMITED

Registered Number  
13224963  
(England and Wales)

Unaudited Financial Statements for the Period ended  
31 March 2022

# MITCHELL DRYERS (KINGMOOR) LIMITED

## Company Information

for the period from 25 February 2021 to 31 March 2022

### **Directors**

DALLIMORE, Geoffrey

HARTLEY, Graham Michael

SCOWCROFT, Adam Kenneth Reece

SCOWCROFT, Andrew Kenneth

SCOWCROFT, Brian Kenneth

SCOWCROFT, David Brian Malcolm

### **Registered Address**

Unit B Kings Drive

Kingmoor Park South

Carlisle

CA6 4RD

### **Registered Number**

13224963 (England and Wales)

# MITCHELL DRYERS (KINGMOOR) LIMITED

## Statement of Financial Position

31 March 2022

	Notes	2022	
		£	£
<b>Fixed assets</b>			
Tangible assets	5		374,794
			<u>374,794</u>
<b>Current assets</b>			
Stocks	10	62,051	
Debtors	11	2,349,109	
Cash at bank and on hand		187,311	
		<u>2,598,471</u>	
<b>Creditors amounts falling due within one year</b>	12	( 3,701,387 )	
			<u>(</u>
<b>Net current assets (liabilities)</b>			1,102,916 )
			<u>(728,122)</u>
<b>Total assets less current liabilities</b>			
Creditors amounts falling due after one year	13		(86,468)
			<u>(814,590)</u>
<b>Net assets</b>			
<b>Capital and reserves</b>			
Called up share capital			121
Profit and loss account			(814,711)
			<u>(814,590)</u>
<b>Shareholders' funds</b>			<u>(814,590)</u>

The company was entitled to exemption from audit for this reporting period under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The Directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime. The directors have chosen to not file a copy of the company's profit and loss account.

The financial statements were approved and authorised for issue by the Board of Directors on 8 July 2022, and are signed on its behalf by:

HARTLEY, Graham Michael  
**Director**  
**Registered Company No. 13224963**

# MITCHELL DRYERS (KINGMOOR) LIMITED

## Notes to the Financial Statements for the period ended 31 March 2022

### **1. Statutory information**

The company is a private company limited by shares and registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

### **2. Basis of measurement used in financial statements**

The financial statements have been prepared under the historical cost convention on a going concern basis 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.

### **3. Accounting policies**

#### **Functional and presentation currency policy**

The financial statements are presented in sterling and this is the functional currency of the company.

#### **Turnover policy**

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and the rendering of services.

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer.

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs.

### **Property, plant and equipment policy**

Tangible fixed assets are stated at cost or valuation less depreciation.

The assets residual values, useful lives and depreciation methods are reviewed and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposal are determined by comparing the proceeds with the carrying amount and are recognised in the Income Statement

Depreciation is provided on all tangible fixed assets as follows however it should be noted that some plant and machinery assets are depreciated over 5 years straight line and some office equipment assets are depreciated over 3 years straight line as this more accurately reflects the assets useful lives:

	<b>Straight line (years)</b>
Plant and machinery	10
Fixtures and fittings	5
Vehicles	5
Office Equipment	5

### **Stocks policy**

Stocks are valued at the lower of cost and estimated selling price (less any associated costs to enable such sales to complete). Work in progress includes labour and attributable overheads.

At each date of Statement of Financial Position, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete the sale. The impairment loss is recognised immediately in the Income Statement

### **Taxation policy**

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 policy**

Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. 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 reporting date and that are expected to apply to the reversal of the timing difference, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

### **Government grants and other government assistance policy**

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to profit or loss at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Income Statement in the same period as the related expenditure.

### **Leases policy**

Assets held under finance leases which are leases where substantially all the risks and rewards of ownership of the asset have passed to the company, and hire purchase contracts are capitalised in the Statement of Financial Position. They are depreciated over the shorter of their useful lives or the term of the lease. All other lease arrangements are classified as an operating lease

Payments made under operating leases are charged to the Income Statement on a straight line basis over the lease term.

### **Employee benefits policy**

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 obligation.

Contributions to defined contribution plans are expensed in the period to which they relate. Amounts not paid are shown in accruals in the Statement of Financial Position. The assets of the plan are held separately from the company in independently administered funds.

### **Valuation of financial instruments policy**

The company 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.

### **Going concern**

At the balance sheet date the company's balance sheet is in deficit. The two major creditors of the company are the Land and Lakes Anglesey Limited Pension scheme, a pension scheme in which the Directors, B Scowcroft and G Dallimore are Trustees and BACARD Park Holdings Limited, a company under control of the director Mr B Scowcroft. These two creditors have indicated that they will not demand repayment of their loans if this would prejudice the payment of other creditors.

## **4. Employee information**

**2022**

Average number of employees during the year

38

## 5. Property, plant and equipment

	Plant & machinery	Vehicles	Fixtures & fittings	Office Equipment	Total
	£	£	£	£	£
<b>Cost or valuation</b>					
Additions	360,514	23,650	9,248	5,584	398,996
At 31 March 22	360,514	23,650	9,248	5,584	398,996
<b>Depreciation and impairment</b>					
Charge for year	20,759	2,759	245	439	24,202
At 31 March 22	20,759	2,759	245	439	24,202
<b>Net book value</b>					
At 31 March 22	339,755	20,891	9,003	5,145	374,794
At 24 February 21	-	-	-	-	-

## 6. Description of financial commitments other than capital commitments

At 31 March 2022 the company had future minimum lease payments under non-cancellable operating leases of £2,882,000.

## 7. Off balance sheet pension commitments

The pension cost charge represents contributions payable by the company to the fund and amounted to £79,196.

At the balance sheet date an amount of £57,000 was payable to the fund and is included within accruals.

## 8. Directors benefits

	Brought forward	Amount advanced	Amount repaid	Carried forward
	£	£	£	£
MCVITTIE, Paul George	0	20,250	20,250	0
DALLIMORE, Geoffrey	0	20	0	20
SCOWCROFT, Brian Kenneth	0	36	0	36
	0	20,306	20,250	56

The maximum outstanding during the period in respect of Mr P McVittie was £20,250. This loan was written off during the period. No interest was charged on this loan.

The maximum outstanding in respect of the other director loans in the period was £56. No interest was charged on these loans.



## 9. Description of event after reporting date

In the post balance sheet period on 6 May 2022, an amount of £1,600,000 was received by the company in respect of other debtors.

## 10. Stocks

Stocks are valued at the lower of cost and estimated selling price (less any associated costs to enable such sales to complete). Work in progress includes labour and attributable overheads.

At each date of Statement of Financial Position, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete the sale. The impairment loss is recognised immediately in the Income Statement

	2022
	£
Work in progress	62,051
Total	<u>62,051</u>

## 11. Debtors

	2022
	£
Trade debtors / trade receivables	323,711
Other debtors	1,670,650
Prepayments and accrued income	354,748
Total	<u>2,349,109</u>

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

## 12. Creditors within one year

	2022
	£
Trade creditors / trade payables	309,439
Taxation and social security	76,000
Redeemable preference shares, liability	1,600,000
Finance lease and HP contracts	71,576
Other creditors	1,050,657
Accrued liabilities and deferred income	593,715
Total	<u>3,701,387</u>

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

Other creditors amounting to £567,360 are secured by way of a fixed and floating charge dated 31 March 2021 in favour of The Trustees of the Land and Lakes Anglesey Limited Pension Scheme.

Hire purchase liabilities amounting to £71,576 are secured by the asset to which they relate.

## 13. Creditors after one year

	2022
	£
Other creditors	86,468
Total	<u>86,468</u>

Hire purchase liabilities amounting to £86,468 due after more than one year are secured by the asset to which they relate.

## 14. Provisions for liabilities

DEFERRED TAX - The provision for deferred tax is made up of an £87,000 liability in respect of accelerated capital allowances offset by a £87,000 asset related to trade losses carried forwards to future periods, resulting in an overall provision amounting to £NIL.

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