

TUNNELCRAFT LABOUR SERVICES LLP
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2020
PAGES FOR FILING WITH REGISTRAR

Limited Liability Partnership Registration No. OC425232 (England and Wales)

TUNNELCRAFT LABOUR SERVICES LLP

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TUNNELCRAFT LABOUR SERVICES LLP

BALANCE SHEET

AS AT 31 JANUARY 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Intangible assets	4	28,500,000		30,000,000	
Current assets					
Debtors	5	761,503		854,995	
Cash at bank and in hand		2,023,029		1,025,372	
		<u>2,784,532</u>		<u>1,880,367</u>	
Creditors: amounts falling due within one year	6	<u>(464,892)</u>		<u>(18,033)</u>	
Net current assets			2,319,640		1,862,334
Total assets less current liabilities and net assets attributable to members			<u>30,819,640</u>		<u>31,862,334</u>
Represented by:					
Loans and other debts due to members within one year	7				
Amounts due in respect of losses			-		(70,135)
Members' other interests	7				
Members' capital classified as equity			30,819,640		31,932,469
			<u>30,819,640</u>		<u>31,862,334</u>
Total members' interests	7				
Loans and other debts due to members			-		(70,135)
Members' other interests			30,819,640		31,932,469
			<u>30,819,640</u>		<u>31,862,334</u>

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

For the financial year ended 31 January 2020 the limited liability partnership was entitled to exemption from audit under section 477 of the Companies Act 2006 (as applied by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008) relating to small limited liability partnerships.

The members acknowledge their responsibilities for complying with the requirements of the Act (as applied to limited liability partnerships) with respect to accounting records and the preparation of accounts.

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

TUNNELCRAFT LABOUR SERVICES LLP

BALANCE SHEET (CONTINUED)

AS AT 31 JANUARY 2020

The financial statements were approved by the members and authorised for issue on 28 January 2021 and are signed on their behalf by:

C P Hicks
Designated member

Limited Liability Partnership Registration No. OC425232

TUNNELCRAFT LABOUR SERVICES LLP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2020

1 Accounting policies

Limited liability partnership information

Tunnelcraft Labour Services LLP is a limited liability partnership incorporated in England and Wales. The registered office is 166 College Road, Harrow, Middlesex, HA1 1RA.

The limited liability partnership's principal activities are disclosed in the Members' Report.

1.1 Accounting convention

These financial statements have been prepared in accordance with the Statement of Recommended Practice "Accounting by Limited Liability Partnerships" issued in January 2017, together 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 limited liability partnership. 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.

1.2 Turnover

Turnover is recognised at the fair value of the consideration received or receivable from the supply of labour and direct contracting for tunnelling projects, provided in the normal course of business, and is shown net of VAT.

1.3 Intangible fixed assets - goodwill

Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is considered to have a finite useful life and is amortised on a systematic basis over its expected life, which is 20 years.

1.4 Financial instruments

The limited liability partnership 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 limited liability partnership's statement of financial position when the limited liability partnership becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset and 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.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are measured at transaction price including transaction costs. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors, are 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.

TUNNELCRAFT LABOUR SERVICES LLP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JANUARY 2020

1 Accounting policies (Continued)

1.5 Leases

Rentals payable under operating leases are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leased asset are consumed.

1.6 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

1.7 Gross amounts due from contract customers

Gross amounts due from contract customers, which are included in debtors, are stated at the net sales value of the work done less amounts received as progress payments on account.

2 Employees

There were no direct employees during the period apart from members. The LLP's employment costs refers to amounts recharged by Tunnelcraft Limited in respect of employees.

3 Information in relation to members

	2020 Number	2019 Number
Average number of members during the year	4	4

4 Intangible fixed assets

	Goodwill £
Cost	
At 1 February 2019 and 31 January 2020	30,000,000
Amortisation and impairment	
At 1 February 2019	-
Amortisation charged for the year	1,500,000
At 31 January 2020	1,500,000
Carrying amount	
At 31 January 2020	28,500,000
At 31 January 2019	30,000,000

TUNNELCRAFT LABOUR SERVICES LLP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JANUARY 2020

5	Debtors	2020	2019
		£	£
	Amounts falling due within one year:		
	Gross amounts owed by contract customers	640,340	740,384
	Other debtors	28,000	36,891
	Prepayments and accrued income	93,163	77,720
		<u>761,503</u>	<u>854,995</u>
		<u><u>761,503</u></u>	<u><u>854,995</u></u>
6	Creditors: amounts falling due within one year	2020	2019
		£	£
	Other taxation and social security	428,793	-
	Other creditors	5,251	12,074
	Accruals and deferred income	30,848	5,959
		<u>464,892</u>	<u>18,033</u>
		<u><u>464,892</u></u>	<u><u>18,033</u></u>

TUNNELCRAFT LABOUR SERVICES LLP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JANUARY 2020

7 Reconciliation of Members' Interests

	EQUITY		DEBT		TOTAL
	Members' other interests		Loans and other debts due to members less any amounts due from members in debtors		MEMBERS' INTERESTS
	Members' capital (classified as equity)	Members' Other reserves	Total Other amounts	Total	Total 2020
	£	£	£	£	£
Amounts due to members			(70,135)		
Members' interests at 1 February 2019	31,932,469	-	31,932,469	(70,135)	31,862,334
Loss for the financial year available for discretionary division among members	-	(2,283,040)	(2,283,040)	-	(2,283,040)
Members' interests after loss for the year	31,932,469	(2,283,040)	29,649,429	(70,135)	29,579,294
Allocation of loss for the financial year	-	2,283,040	2,283,040	-	2,283,040
Other divisions of profits	(2,283,040)	-	(2,283,040)	-	(2,283,040)
Other movements	(70,135)	-	(70,135)	70,135	-
	1,240,346	-	1,240,346	-	1,240,346
Members' interests at 31 January 2020	30,819,640	-	30,819,640	-	30,819,640

TUNNELCRAFT LABOUR SERVICES LLP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JANUARY 2020

8 Operating lease commitments

Lessee

At the reporting end date the limited liability partnership had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

2020	2019
£	£
93,334	113,889
<u>93,334</u>	<u>113,889</u>

9 Related party transactions

During the year, the LLP was charged for wages cost of £7,171,770 (2019: £57,960), subcontractor labour cost of £813,610 (2019: £Nil), agency service commissions of £18,113 (2019: £5,010), licence fees of £319,159 (2019: £2,004) and use of plant and equipment costs of £34,061 (2019: £340) by Tunnelcraft Limited, a corporate member of the LLP, on commercial terms.

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