

COMPANY REGISTRATION NUMBER: 02949326

CHANNON CONSTRUCTION LIMITED

FILLETED UNAUDITED FINANCIAL STATEMENTS

31 March 2023

CHANNON CONSTRUCTION LIMITED

STATEMENT OF FINANCIAL POSITION

31 March 2023

		2023		2022	
	Note	£	£	£	£
FIXED ASSETS					
Tangible assets	5	3,908,007		3,930,260	
CURRENT ASSETS					
Debtors	6	408,344		326,008	
Cash at bank and in hand		53,133		139,672	
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		461,477		465,680	
CREDITORS: amounts falling due within one year	7	418,049		366,480	
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NET CURRENT ASSETS			43,428		99,200
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TOTAL ASSETS LESS CURRENT LIABILITIES			3,951,435		4,029,460
CREDITORS: amounts falling due after more than one year	8		936,500		1,025,248
PROVISIONS		402,881		401,392	
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NET ASSETS		2,612,054		2,602,820	
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CAPITAL AND RESERVES					
Called up share capital fully paid		107		107	
Share premium account		6,357		6,357	
Capital redemption reserve		45,000		45,000	
Non distributable reserve		2,378,798		2,423,321	
Profit and loss account		181,792		128,035	
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SHAREHOLDERS FUNDS		2,612,054		2,602,820	
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These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of comprehensive income has not been delivered.

For the year ending 31 March 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- 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 ;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements .

CHANNON CONSTRUCTION LIMITED

STATEMENT OF FINANCIAL POSITION (continued)

31 March 2023

These financial statements were approved by the board of directors and authorised for issue on 27 November 2023, and are signed on behalf of the board by:

Mr S J Channon Director Company registration number: 02949326

CHANNON CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

1. GENERAL INFORMATION The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Midland Buildings, 19a Briggate, Shipley, West Yorkshire, BD17 7BP.

2. STATEMENT OF COMPLIANCE These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. ACCOUNTING POLICIES

Basis of preparation The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss. The financial statements are prepared in sterling, which is the functional currency of the entity. Judgements and key sources of estimation uncertainty The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Revenue recognition Turnover represents rents and construction income receivable, excluding value added tax. In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion.

Income tax The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively. 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 is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised 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 that are expected to apply to the reversal of the timing difference.

Operating leases Operating lease rentals are charged to profit and loss account on a straight line basis over the term of the lease.

Tangible assets Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. Depreciation Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and machinery	-	15% reducing balance
Fixtures and fittings	-	15% Reducing balance and 33.3% Straight line
Motor vehicles	-	25% reducing balance

Investment property Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure. Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in profit or loss.

Impairment of fixed assets A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

Finance leases and hire purchase contracts

Assets held under finance leases and hire purchase contracts are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset. Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

Defined contribution plans

The company has a defined contribution pension scheme. Contributions made by the company to the scheme are charged to the profit and loss account as they become payable.

4. EMPLOYEE NUMBERS

The average number of persons employed by the company during the year amounted to 2 (2022: 2).

5. TANGIBLE ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Total £
Cost					
At 1 April 2022	3,885,000	6,214	30,159	44,736	3,966,109
Additions	—	—	2,481	128,513	130,994
Disposals	(80,000)	(3,309)	(4,141)	(44,736)	(132,186)
At 31 March 2023	3,805,000	2,905	28,499	128,513	3,964,917
Depreciation					
At 1 April 2022	—	3,042	21,623	11,184	35,849
Charge for the year	—	315	4,723	32,129	37,167
Disposals	—	(2,236)	(2,686)	(11,184)	(16,106)
At 31 March 2023	—	1,121	23,660	32,129	56,910
Carrying amount					
At 31 March 2023	3,805,000	1,784	4,839	96,384	3,908,007
At 31 March 2022	3,885,000	3,172	8,536	33,552	3,930,260

The properties were revalued by the directors. The fair values were determined by the directors using their experience and knowledge of the property market in the area the properties are located.

6. DEBTORS

	2023	2022
	£	£
Trade debtors	12,388	8,812
Amounts owed by group undertakings and undertakings in which the company has a participating interest	385,000	310,000
Other debtors	10,956	7,196
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	408,344	326,008
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7. CREDITORS: amounts falling due within one year

	2023	2022
	£	£
Trade creditors	23,744	29,032
Amounts owed to group undertakings and undertakings in which the company has a participating interest	304,000	304,000
Corporation tax	15,792	20,468
Social security and other taxes	—	497
Other creditors	74,513	12,483
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	418,049	366,480
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8. CREDITORS: amounts falling due after more than one year

	2023	2022
	£	£
Bank loans and overdrafts	936,500	996,500
Other creditors	—	28,748
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	936,500	1,025,248
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Bank loans and overdrafts are secured by a legal charge over a portfolio of properties and a fixed and floating charge over assets and undertakings of the company.

9. OPERATING LEASES

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2023	2022
	£	£
Not later than 1 year	—	1,494
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10. RELATED PARTY TRANSACTIONS

During the year the company undertook the following transactions with related parties: At 31 March 2023, the parent company owed the company £385,000 (2022 - £310,000). A Director has advanced monies to the company. At 31 March 2023 the amount due from the company was £71,563.

11. CONTROLLING PARTY

The ultimate holding company is Channon and Company Limited which is incorporated in England. Channon and Company Limited is under the control of Mr G A S Channon.

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.