

ARCC ESTATES LTD
Financial Statements
for the Year Ended 31 May 2020



ARCC ESTATES LTD

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for the year ended 31 May 2020**

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ARCC ESTATES LTD

**Company Information
for the year ended 31 May 2020**

Directors: E Atkin
C J Atkin

Secretaries: B Gold
R I Harris

Registered office: 16 Rosemont Road
London
NW3 6NE

Registered number: 05798194 (England and Wales)

Accountants: Haines Watts Chartered Accountants
New Derwent House
69-73 Theobalds Road
London
WC1X 8TA

ARCC ESTATES LTD (REGISTERED NUMBER: 05798194)

Balance Sheet
31 May 2020

	Notes	£	2020 £	£	2019 £
Fixed assets					
Tangible assets	4		2,925,809		2,062,979
Current assets					
Debtors	5	296,953		505,851	
Cash at bank and in hand		206,199		65,795	
		<u>503,152</u>		<u>571,646</u>	
Creditors					
Amounts falling due within one year	6	613,844		530,286	
Net current (liabilities)/assets			<u>(110,692)</u>		<u>41,360</u>
Total assets less current liabilities			2,815,117		2,104,339
Creditors					
Amounts falling due after more than one year	7		1,300,000		550,000
Net assets			<u>1,515,117</u>		<u>1,554,339</u>
Capital and reserves					
Called up share capital	8		2		2
Retained earnings	9		1,515,115		1,554,337
Shareholders' funds			<u>1,515,117</u>		<u>1,554,339</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 May 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2020 in accordance with Section 476 of the Companies Act 2006.

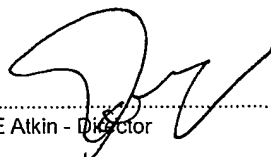
The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 18-05-2021 and were signed on its behalf by:


.....
E Atkin - Director

The notes form part of these financial statements

ARCC ESTATES LTD

Notes to the Financial Statements for the year ended 31 May 2020

1. Statutory information

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

2. Accounting policies

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Going concern

Following the emergence and spread of the coronavirus (COVID-19) the directors have examined the possible effects on the business of the company and believe its impact will be minimal with no disruption to operations.

The Company meets its day-to-day working capital requirements through its bank facilities and directors loans. The directors will provide the necessary financial support to enable the Company to continue in operational existence and meet its liabilities as they fall due for the foreseeable future. The directors, therefore have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For these reasons, the directors continue to adopt the going concern basis in preparing the financial statements.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Turnover

Turnover represents rents and other property income receivable for the year net of Value Added Tax.

Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	15% straight line
Computer equipment	25% straight line
Fixtures, fittings & equipment	15% straight line

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

ARCC ESTATES LTD

Notes to the Financial Statements - continued for the year ended 31 May 2020

2. Accounting policies - continued

Financial instruments policy

Financial assets and financial liabilities are recognised in the balance sheet when the company becomes a party to the contractual provisions of the instrument.

Trade and other debtors and creditors are classified as basic financial instruments and measured at initial recognition at transaction price. Debtors and creditors are subsequently measured at amortised cost using the effective interest rate method. A provision is established when there is objective evidence that the company will not be able to collect all amounts due.

Cash and cash equivalents are classified as basic financial instruments and comprise cash in hand and at bank and bank overdrafts which are an integral part of the company's cash management.

Financial liabilities and equity instruments issued by the company are classified in accordance with the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs.

3. Employees and directors

The average number of employees during the year was NIL (2019 - NIL).

4. Tangible fixed assets

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
Cost					
At 1 June 2019	2,062,979	24,982	31,121	20,274	2,139,356
Additions	851,345	-	13,511	-	864,856
Disposals	-	-	-	(6,248)	(6,248)
At 31 May 2020	2,914,324	24,982	44,632	14,026	2,997,964
Depreciation					
At 1 June 2019	-	24,982	31,121	20,274	76,377
Charge for year	-	-	2,026	-	2,026
Eliminated on disposal	-	-	-	(6,248)	(6,248)
At 31 May 2020	-	24,982	33,147	14,026	72,155
Net book value					
At 31 May 2020	2,914,324	-	11,485	-	2,925,809
At 31 May 2019	2,062,979	-	-	-	2,062,979

5. Debtors: amounts falling due within one year

	2020 £	2019 £
Trade debtors	350	-
Amounts owed by group undertakings	248,500	154,594
Other debtors	48,103	351,257
	296,953	505,851

ARCC ESTATES LTD

**Notes to the Financial Statements - continued
for the year ended 31 May 2020**

6. Creditors: amounts falling due within one year

	2020	2019
	£	£
Trade creditors	109,650	23,701
Other creditors	504,194	506,585
	<u>613,844</u>	<u>530,286</u>

7. Creditors: amounts falling due after more than one year

	2020	2019
	£	£
Other creditors	1,300,000	550,000
	<u>1,300,000</u>	<u>550,000</u>

8. Called up share capital

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2020	2019
			£	£
2	Ordinary	£1	<u>2</u>	<u>2</u>

9. Reserves

	Retained earnings
	£
At 1 June 2019	1,554,337
Deficit for the year	(39,222)
At 31 May 2020	<u>1,515,115</u>

10. Related party relationships and transactions

As at the balance sheet date, included within other creditors is £1,300,000 (2019: £550,000) owed to the director of the company. The loan is unsecured and no interest is accruing on the loan.

As at the balance sheet date, included within other creditors is a balance of £499,893 (2019: £499,893) owed to a company which is controlled by the directors.

11. Control

The company's parent company and largest group to consolidate these financial statements is Welbourne Holdings Limited, a company registered in England and Wales.