

REGISTERED NUMBER: 08034878 (England and Wales)

**UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021
FOR
MICHAEL DONNAN & CO LIMITED**

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	4

MICHAEL DONNAN & CO LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2021

DIRECTORS: M Donnan
Ms A M Calderbank

SECRETARY: Mrs P Donnan

REGISTERED OFFICE: Office 25, Oaktree Court Business Centre
Mill Lane
Ness
Neston
Cheshire
CH64 8TP

REGISTERED NUMBER: 08034878 (England and Wales)

BALANCE SHEET
31 DECEMBER 2021

	Notes	31/12/21 £	£	31/12/20 £	£
FIXED ASSETS					
Intangible assets	4		10,125		14,625
Tangible assets	5		<u>9,158</u>		<u>3,911</u>
			19,283		18,536
CURRENT ASSETS					
Debtors	6	241,855		267,583	
Cash at bank and in hand		<u>119,152</u>		<u>125,029</u>	
		361,007		392,612	
CREDITORS					
Amounts falling due within one year	7	<u>138,920</u>		<u>139,947</u>	
NET CURRENT ASSETS			<u>222,087</u>		<u>252,665</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			241,370		271,201
CREDITORS					
Amounts falling due after more than one year	8		<u>34,167</u>		<u>44,167</u>
NET ASSETS			<u>207,203</u>		<u>227,034</u>
CAPITAL AND RESERVES					
Called up share capital	9		100		100
Retained earnings	10		<u>207,103</u>		<u>226,934</u>
SHAREHOLDERS' FUNDS			<u>207,203</u>		<u>227,034</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2021 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) 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 notes form part of these financial statements

BALANCE SHEET - continued
31 DECEMBER 2021

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 24 September 2022 and were signed on its behalf by:

M Donnan - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

1. STATUTORY INFORMATION

Michael Donnan & Co Limited 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.

The presentation currency of the financial statements is the Pound Sterling (£).

Transactions are rounded to the nearest £.

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.

Turnover

Turnover represents net sales of services, excluding value added tax.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 33% on cost

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.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

2. ACCOUNTING POLICIES - continued**Deferred tax**

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

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 9 (2020 - 7) .

4. INTANGIBLE FIXED ASSETS**COST**

At 1 January 2021
and 31 December 2021

Goodwill
£

114,728

AMORTISATION

At 1 January 2021
Charge for year
At 31 December 2021

100,103

4,500

104,603

NET BOOK VALUE

At 31 December 2021
At 31 December 2020

10,125

14,625

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

5. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 January 2021	6,250	-	7,069	13,319
Additions	992	5,750	1,201	7,943
At 31 December 2021	<u>7,242</u>	<u>5,750</u>	<u>8,270</u>	<u>21,262</u>
DEPRECIATION				
At 1 January 2021	3,583	-	5,825	9,408
Charge for year	703	1,078	915	2,696
At 31 December 2021	<u>4,286</u>	<u>1,078</u>	<u>6,740</u>	<u>12,104</u>
NET BOOK VALUE				
At 31 December 2021	<u>2,956</u>	<u>4,672</u>	<u>1,530</u>	<u>9,158</u>
At 31 December 2020	<u>2,667</u>	<u>-</u>	<u>1,244</u>	<u>3,911</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/12/21 £	31/12/20 £
Trade debtors	93,992	95,566
Other debtors	1,014	936
Amounts due on contracts	24,690	29,241
Directors' current accounts	103,748	126,462
Prepayments	18,411	15,378
	<u>241,855</u>	<u>267,583</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/12/21 £	31/12/20 £
Bank loans and overdrafts	10,000	5,833
Trade creditors	21,469	18,779
Tax	55,288	39,369
Social security and other taxes	2,874	2,773
VAT	36,496	52,485
Other creditors	9,758	15,488
Accrued expenses	3,035	5,220
	<u>138,920</u>	<u>139,947</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31/12/21	31/12/20
	£	£
Bank loans - 1-2 years	10,000	10,000
Bank loans - 2-5 years	<u>24,167</u>	<u>34,167</u>
	<u>34,167</u>	<u>44,167</u>

9. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			31/12/21	31/12/20
Number:	Class:	Nominal value:	£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>

10. RESERVES

	Retained earnings £
At 1 January 2021	226,934
Profit for the year	142,169
Dividends	<u>(162,000)</u>
At 31 December 2021	<u>207,103</u>

11. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 31 December 2021 and 31 December 2020:

	31/12/21	31/12/20
	£	£
M Donnan		
Balance outstanding at start of year	126,462	80,453
Amounts advanced	142,100	112,000
Amounts repaid	(164,814)	(65,991)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>103,748</u>	<u>126,462</u>

The outstanding balance was repaid after the year end, before the date of approval of these financial statements.

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.