

**REGISTERED NUMBER: 08034878 (England and Wales)**

**UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020  
FOR  
MICHAEL DONNAN & CO LIMITED**

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FOR THE YEAR ENDED 31 DECEMBER 2020**

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**MICHAEL DONNAN & CO LIMITED**  
**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

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**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 2020**

|  | Notes | 31/12/20<br>£  | £              | 31/12/19<br>£  | £              |
|--|-------|----------------|----------------|----------------|----------------|
| <b>FIXED ASSETS</b>                          |       |                |                |                |                |
| Intangible assets                            | 4     |                | 14,625         |                | 23,736         |
| Tangible assets                              | 5     |                | <u>3,911</u>   |                | <u>4,498</u>   |
|  |       |                | 18,536         |                | 28,234         |
| <b>CURRENT ASSETS</b>                        |       |                |                |                |                |
| Debtors                                      | 6     | 267,583        |                | 201,068        |                |
| Cash at bank and in hand                     |       | <u>125,029</u> |                | <u>33,118</u>  |                |
|  |       | 392,612        |                | 234,186        |                |
| <b>CREDITORS</b>                             |       |                |                |                |                |
| Amounts falling due within one year          | 7     | <u>139,947</u> |                | <u>102,393</u> |                |
| <b>NET CURRENT ASSETS</b>                    |       |                | <u>252,665</u> |                | <u>131,793</u> |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       |                | 271,201        |                | 160,027        |
| <b>CREDITORS</b>                             |       |                |                |                |                |
| Amounts falling due after more than one year | 8     |                | <u>44,167</u>  |                | <u>-</u>       |
| <b>NET ASSETS</b>                            |       |                | <u>227,034</u> |                | <u>160,027</u> |
| <b>CAPITAL AND RESERVES</b>                  |       |                |                |                |                |
| Called up share capital                      | 9     |                | 100            |                | 100            |
| Retained earnings                            | 10    |                | <u>226,934</u> |                | <u>159,927</u> |
| <b>SHAREHOLDERS' FUNDS</b>                   |       |                | <u>227,034</u> |                | <u>160,027</u> |

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

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2020 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.

**BALANCE SHEET - continued**  
**31 DECEMBER 2020**

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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 June 2021 and were signed on its behalf by:

M Donnan - Director

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

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**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 |
| 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 2020**

**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 7 (2019 - 5) .

**4. INTANGIBLE FIXED ASSETS****COST**

At 1 January 2020

and 31 December 2020

Goodwill  
£

114,728

**AMORTISATION**

At 1 January 2020

Charge for year

At 31 December 2020

90,992

9,111

100,103

**NET BOOK VALUE**

At 31 December 2020

At 31 December 2019

14,625

23,736

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**5. TANGIBLE FIXED ASSETS**

|                       | Fixtures<br>and<br>fittings<br>£ | Computer<br>equipment<br>£ | Totals<br>£   |
|-----------------------|----------------------------------|----------------------------|---------------|
| <b>COST</b>           |                                  |                            |               |
| At 1 January 2020     | 5,600                            | 6,519                      | 12,119        |
| Additions             | 650                              | 550                        | 1,200         |
| At 31 December 2020   | <u>6,250</u>                     | <u>7,069</u>               | <u>13,319</u> |
| <b>DEPRECIATION</b>   |                                  |                            |               |
| At 1 January 2020     | 2,704                            | 4,917                      | 7,621         |
| Charge for year       | 879                              | 908                        | 1,787         |
| At 31 December 2020   | <u>3,583</u>                     | <u>5,825</u>               | <u>9,408</u>  |
| <b>NET BOOK VALUE</b> |                                  |                            |               |
| At 31 December 2020   | <u>2,667</u>                     | <u>1,244</u>               | <u>3,911</u>  |
| At 31 December 2019   | <u>2,896</u>                     | <u>1,602</u>               | <u>4,498</u>  |

**6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|                             | 31/12/20<br>£  | 31/12/19<br>£  |
|-----------------------------|----------------|----------------|
| Trade debtors               | 95,566         | 81,863         |
| Other debtors               | 936            | 1,418          |
| Amounts due on contracts    | 29,241         | 22,794         |
| Directors' current accounts | 126,462        | 80,453         |
| Prepayments                 | 15,378         | 14,540         |
|                             | <u>267,583</u> | <u>201,068</u> |

**7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|                                 | 31/12/20<br>£  | 31/12/19<br>£  |
|---------------------------------|----------------|----------------|
| Bank loans and overdrafts       | 5,833          | -              |
| Trade creditors                 | 18,779         | 18,801         |
| Tax                             | 39,369         | 31,739         |
| Social security and other taxes | 2,773          | 3,204          |
| VAT                             | 52,485         | 27,185         |
| Other creditors                 | 15,488         | 20,428         |
| Accrued expenses                | 5,220          | 1,036          |
|                                 | <u>139,947</u> | <u>102,393</u> |



**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

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

|                        | 31/12/20      | 31/12/19 |
|------------------------|---------------|----------|
|                        | £             | £        |
| Bank loans - 1-2 years | 10,000        | -        |
| Bank loans - 2-5 years | <u>34,167</u> | <u>-</u> |
|                        | <u>44,167</u> | <u>-</u> |

**9. CALLED UP SHARE CAPITAL**

| Allotted, issued and fully paid: |          |                | 31/12/20   | 31/12/19   |
|----------------------------------|----------|----------------|------------|------------|
| Number:                          | Class:   | Nominal value: | £          | £          |
| 100                              | Ordinary | £1             | <u>100</u> | <u>100</u> |

**10. RESERVES**

|                     | Retained earnings<br>£ |
|---------------------|------------------------|
| At 1 January 2020   | 159,927                |
| Profit for the year | 130,307                |
| Dividends           | <u>(63,300)</u>        |
| At 31 December 2020 | <u>226,934</u>         |

**11. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

The following advances and credits to a director subsisted during the years ended 31 December 2020 and 31 December 2019:

|                                      | 31/12/20       | 31/12/19      |
|--------------------------------------|----------------|---------------|
|                                      | £              | £             |
| <b>M Donnan</b>                      |                |               |
| Balance outstanding at start of year | 80,453         | 55,205        |
| Amounts advanced                     | 112,000        | 114,894       |
| Amounts repaid                       | (65,991)       | (89,646)      |
| Amounts written off                  | -              | -             |
| Amounts waived                       | -              | -             |
| Balance outstanding at end of year   | <u>126,462</u> | <u>80,453</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.