

Adam's Developments North East Limited

Annual Report and Unaudited Financial Statements
for the Period from 28 April 2018 to 26 April 2019

Bissell & Brown Ltd
Chartered Accountants
Charter House
56 High Street
Sutton Coldfield
West Midlands
B72 1UJ

Adam's Developments North East Limited

Contents

Company Information	<u>1</u>
Director's Report	<u>2</u>
Accountants' Report	<u>3</u>
Profit and Loss Account	<u>4</u>
Statement of Recognised Gains and Losses	<u>5</u>
Balance Sheet	<u>6</u>
Statement of Changes in Equity	<u>7</u>
Notes to the Unaudited Financial Statements	<u>8 to 12</u>
Detailed Profit and Loss Account	<u>13 to 14</u>

Adam's Developments North East Limited

Company Information

Director	Mr G T Watson
Registered office	C/o Bissell & Brown Ltd Charter House 56 High Street Sutton Coldfield West Midlands B72 1UJ
Accountants	Bissell & Brown Ltd Chartered Accountants Charter House 56 High Street Sutton Coldfield West Midlands B72 1UJ

Adam's Developments North East Limited

Director's Report for the Period from 28 April 2018 to 26 April 2019

The director presents his report and the financial statements for the period from 28 April 2018 to 26 April 2019.

Director of the company

The director who held office during the period was as follows:

Mr G T Watson

Principal activity

The principal activity of the company is domestic property development.

Going concern

The accounts have been prepared under the going concern basis as the director will continue to support the company for the foreseeable future. The director confirms that he will not withdraw his director's loan account that is included within creditors due after more than one year for a period of at least 12 months from signing these financial statements.

Small companies provision statement

This report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved by the director on 23 April 2020 and signed on its behalf by:

.....

Mr G T Watson

Director

**Chartered Accountants' Report to the Director on the Preparation of the Unaudited Statutory
Accounts of
Adam's Developments North East Limited
for the Period Ended 26 April 2019**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Adam's Developments North East Limited for the period ended 26 April 2019 as set out on pages 4 to 12 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of Adam's Developments North East Limited, as a body, in accordance with the terms of our engagement letter dated 7 August 2014. Our work has been undertaken solely to prepare for your approval the accounts of Adam's Developments North East Limited and state those matters that we have agreed to state to the Board of Directors of Adam's Developments North East Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Adam's Developments North East Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Adam's Developments North East Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and loss of Adam's Developments North East Limited. You consider that Adam's Developments North East Limited is exempt from the statutory audit requirement for the period.

We have not been instructed to carry out an audit or a review of the accounts of Adam's Developments North East Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

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Bissell & Brown Ltd
Chartered Accountants
Charter House
56 High Street
Sutton Coldfield
West Midlands
B72 1UJ

23 April 2020

Adam's Developments North East Limited

Profit and Loss Account for the Period from 28 April 2018 to 26 April 2019

	Note	2019 £	2018 £
Turnover		-	450,170
Cost of sales		<u>(14,263)</u>	<u>(438,998)</u>
Gross (loss)/profit		(14,263)	11,172
Administrative expenses		<u>(3,309)</u>	<u>(9,928)</u>
Operating (loss)/profit		<u>(17,572)</u>	<u>1,244</u>
(Loss)/profit before tax		<u>(17,572)</u>	<u>1,244</u>
(Loss)/profit for the financial period		(17,572)	1,244
Retained earnings brought forward		<u>(63,607)</u>	<u>(64,851)</u>
Retained earnings carried forward		<u><u>(81,179)</u></u>	<u><u>(63,607)</u></u>

The above results were derived from continuing operations.

The company has no recognised gains or losses for the period other than the results above.

The notes on pages 8 to 12 form an integral part of these financial statements.

Adam's Developments North East Limited

Statement of Recognised Gains and Losses for the Period from 28 April 2018 to 26 April 2019

	2019	2018
	£	£
(Loss)/profit for the period	<u>(17,572)</u>	<u>1,244</u>
Total comprehensive income for the period	<u><u>(17,572)</u></u>	<u><u>1,244</u></u>

The notes on pages 8 to 12 form an integral part of these financial statements.

Adam's Developments North East Limited

(Registration number: 09013414)

Balance Sheet as at 26 April 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	<u>4</u>	3,337	-
Current assets			
Debtors	<u>5</u>	-	12,120
Cash at bank and in hand		<u>161</u>	<u>124,433</u>
		161	136,553
Creditors: Amounts falling due within one year	<u>6</u>	<u>(1,676)</u>	<u>(200,159)</u>
Net current liabilities		<u>(1,515)</u>	<u>(63,606)</u>
Total assets less current liabilities		1,822	(63,606)
Creditors: Amounts falling due after more than one year	<u>6</u>	<u>(83,000)</u>	<u>-</u>
Net liabilities		<u><u>(81,178)</u></u>	<u><u>(63,606)</u></u>
Capital and reserves			
Called up share capital		1	1
Profit and loss account		<u>(81,179)</u>	<u>(63,607)</u>
Total equity		<u><u>(81,178)</u></u>	<u><u>(63,606)</u></u>

For the financial period ending 26 April 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its accounts for the period in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved and authorised by the director on 23 April 2020

.....
Mr G T Watson
Director

Adam's Developments North East Limited

Statement of Changes in Equity for the Period from 28 April 2018 to 26 April 2019

	Share capital £	Profit and loss account £	Total £
At 28 April 2017	1	(64,851)	(64,850)
Profit for the period	-	1,244	1,244
Total comprehensive income	-	1,244	1,244
At 27 April 2018	1	(63,607)	(63,606)

	Share capital £	Profit and loss account £	Total £
At 28 April 2018	1	(63,607)	(63,606)
Loss for the period	-	(17,572)	(17,572)
Total comprehensive income	-	(17,572)	(17,572)
At 26 April 2019	1	(81,179)	(81,178)

The notes on pages 8 to 12 form an integral part of these financial statements.

Adam's Developments North East Limited

Notes to the Unaudited Financial Statements for the Period from 28 April 2018 to 26 April 2019

1 General information

The company is a private company limited by share capital, incorporated in England & Wales. The company's registration number is 09013414.

The address of its registered office is:

C/o Bissell & Brown Ltd
Charter House
56 High Street
Sutton Coldfield
West Midlands
B72 1UJ
United Kingdom

The principal place of business is:

53 Stratford Road
Heaton
Newcastle upon Tyne
NE6 5PB

These financial statements were authorised for issue by the director on 23 April 2020.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest £.

Going concern

The accounts have been prepared under the going concern basis as the director will continue to support the company for the foreseeable future. The director confirms that he will not withdraw his director's loan account that is included within creditors due after more than one year for a period of at least 12 months from signing these financial statements.

Adam's Developments North East Limited

Notes to the Unaudited Financial Statements for the Period from 28 April 2018 to 26 April 2019 (continued)

2 Accounting policies (continued)

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity, and specific criteria have been met for each of the company's activities.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Motor vehicles	25% reducing balance

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Adam's Developments North East Limited

Notes to the Unaudited Financial Statements for the Period from 28 April 2018 to 26 April 2019 (continued)

2 Accounting policies (continued)

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Financial instruments

Trade debtors

Trade debtors which are receivable within one year and which do not constitute a financing transaction are initially measured at the transaction price. Trade debtors are subsequently measured at amortised cost, being the transaction price less any amounts settled and any impairment losses.

Where the arrangement with a trade debtor constitutes a financing transaction, the debtor is initially and subsequently measured at the present value of future payments discounted at a market rate of interest for a similar debt instrument.

A provision for impairment of trade debtors is established when there is objective evidence that the amounts due will not be collected according to the original terms of the contract. Impairment losses are recognised in profit or loss for the excess of the carrying value of the trade debtor over the present value of the future cash flows discounted using the original effective interest rate. Subsequent reversals of an impairment loss that objectively relate to an event occurring after the impairment loss was recognised, are recognised immediately in profit or loss.

Financial liabilities and equity

Financial instruments are classified as liabilities and equity instruments according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities.

Adam's Developments North East Limited

Notes to the Unaudited Financial Statements for the Period from 28 April 2018 to 26 April 2019 (continued)

2 Accounting policies (continued)

Trade creditors

Trade creditors payable within one year that do not constitute a financing transaction are initially measured at the transaction price and subsequently measured at amortised cost, being the transaction price less any amounts settled.

Where the arrangement with a trade creditor constitutes a financing transaction, the creditor is initially and subsequently measured at the present value of future payments discounted at a market rate of interest for a similar instrument.

Borrowings

Borrowings are initially recognised at the transaction price, including transaction costs, and subsequently measured at amortised cost using the effective interest method. Interest expense is recognised on the basis of the effective interest method and is included in interest payable and other similar charges.

Commitments to receive a loan are measured at cost less impairment.

Derecognition of financial assets and liabilities

A financial asset is derecognised only when the contractual rights to cash flows expire or are settled, or substantially all the risks and rewards of ownership are transferred to another party, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party. A financial liability (or part thereof) is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

3 Staff numbers

The average number of persons employed (including the director) during the period was 1 (2018 - 1).

4 Tangible assets

	Motor vehicles £	Total £
Cost or valuation		
Additions	4,450	4,450
At 26 April 2019	4,450	4,450
Depreciation		
Charge for the period	1,113	1,113
At 26 April 2019	1,113	1,113
Carrying amount		
At 26 April 2019	3,337	3,337

Adam's Developments North East Limited

Notes to the Unaudited Financial Statements for the Period from 28 April 2018 to 26 April 2019 (continued)

5 Debtors

	2019 £	2018 £
Other debtors	-	12,120
Total current trade and other debtors	-	12,120

6 Creditors

Creditors: amounts falling due within one year

	Note	2019 £	2018 £
Due within one year			
Loans and borrowings	6.1	276	197,359
Accrued expenses		1,400	2,800
		1,676	200,159

6.1 Loans and borrowings

	2019 £	2018 £
Current loans and borrowings		
Loans from directors	276	117,359
Other loans 1 - under 1yr	-	80,000
	276	197,359

	2019 £	2018 £
Non-current loans and borrowings		
Directors loan accounts (1-2 yrs)	83,000	-

7 Share capital

Allotted, called up and fully paid shares

	26 April 2019		27 April 2018	
	No.	£	No.	£
Ordinary share of £1 each	1	1	1	1

Rights, preferences and restrictions

Ordinary shares have the following rights, preferences and restrictions:
Holders of the ordinary share capital have a right to vote and receive dividends.

Adam's Developments North East Limited

Detailed Profit and Loss Account for the Period from 28 April 2018 to 26 April 2019

	2019 £	2018 £
Turnover (analysed below)	-	450,170
Cost of sales (analysed below)	14,263	438,998
Gross (loss)/profit	(14,263)	11,172
Gross profit (%)	0%	2.48%
Administrative expenses		
Establishment costs (analysed below)	1,224	896
General administrative expenses (analysed below)	714	8,702
Finance charges (analysed below)	258	330
Depreciation costs (analysed below)	1,113	-
	3,309	9,928
Operating (loss)/profit	(17,572)	1,244
(Loss)/profit before tax	(17,572)	1,244

This page does not form part of the statutory financial statements.
Page 13

Adam's Developments North East Limited

Detailed Profit and Loss Account for the Period from 28 April 2018 to 26 April 2019 (continued)

	2019 £	2018 £
Turnover		
Sales	-	450,170
Cost of sales		
Opening raw materials	-	419,495
Purchases	14,263	19,503
	<u>14,263</u>	<u>438,998</u>
Establishment costs		
Insurance	870	-
Telephone and internet	354	896
	<u>1,224</u>	<u>896</u>
General administrative expenses		
Sundry expenses	14	13
Motor expenses	900	2,835
Travel and subsistence	-	3,454
Accountancy fees	(200)	2,400
	<u>714</u>	<u>8,702</u>
Finance charges		
Bank charges	<u>258</u>	<u>330</u>
Depreciation costs		
Depreciation of motor vehicles (owned)	<u>1,113</u>	<u>-</u>

This page does not form part of the statutory financial statements.
Page 14

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