

Unaudited Financial Statements for the Year Ended 29 February 2020
for
KELVENT LIMITED

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for the Year Ended 29 February 2020**

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KELVENT LIMITED

Company Information for the Year Ended 29 February 2020

DIRECTORS:

D Kelly
Ms E Kelly
P Kelly

SECRETARY:

D Kelly

REGISTERED OFFICE:

3 Quay Road North
Rutherglen
Glasgow
G73 1LD

REGISTERED NUMBER:

SC338550 (Scotland)

ACCOUNTANTS:

McAllisters
Paxton House
11 Woodside Crescent
Charing Cross
Glasgow
G3 7UL

**Balance Sheet
29 February 2020**

	Notes	29.2.20 £	£	28.2.19 £	£
FIXED ASSETS					
Intangible assets	4		-		-
Tangible assets	5		<u>395,105</u>		<u>322,412</u>
			395,105		322,412
CURRENT ASSETS					
Stocks		152,548		128,707	
Debtors	6	252,704		250,986	
Cash at bank and in hand		<u>210,019</u>		<u>184,458</u>	
		615,271		564,151	
CREDITORS					
Amounts falling due within one year	7	<u>412,229</u>		<u>448,210</u>	
NET CURRENT ASSETS			<u>203,042</u>		<u>115,941</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			598,147		438,353
CREDITORS					
Amounts falling due after more than one year	8		(48,673)		(25,090)
PROVISIONS FOR LIABILITIES			(71,340)		(53,726)
ACCRUALS AND DEFERRED INCOME			<u>(23,192)</u>		<u>(25,131)</u>
NET ASSETS			<u>454,942</u>		<u>334,406</u>
CAPITAL AND RESERVES					
Called up share capital	11		2		2
Retained earnings	12		<u>454,940</u>		<u>334,404</u>
SHAREHOLDERS' FUNDS			<u>454,942</u>		<u>334,406</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 29 February 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 29 February 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 (a) 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 (b) 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
29 February 2020

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 Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 21 August 2020 and were signed on its behalf by:

P Kelly - Director

**Notes to the Financial Statements
for the Year Ended 29 February 2020**

1. STATUTORY INFORMATION

Kelvent Limited is a private company, limited by shares, registered in Scotland. 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 (£).

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.

Significant judgements and estimates

The preparation of the financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the company's accounting policies. The directors are of the opinion that due to the nature of the business, there are no critical accounting estimates or judgements used in the preparation of these financial statements.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discount and value added taxes. Turnover includes revenue earned from the sale of goods and rendering of services (delete as applicable)."

Sale of goods

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

Rendering of services

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

Tangible fixed assets

Tangible fixed assets are stated at historical cost less accumulated depreciation and any impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged to profit or loss over the estimated useful economic lives, as follows:

Plant & Machinery - 20% reducing balance
Fixtures & Fittings - 15% reducing balance
Motor vehicles - 25% reducing balance
Computer equipment - 33% straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

At each reporting date the company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined, which is the higher of its fair value less costs to sell and its value in use.

Any impairment loss is recognised immediately as an expense within profit or loss.

**Notes to the Financial Statements - continued
for the Year Ended 29 February 2020**

2. ACCOUNTING POLICIES - continued

Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

Financial instruments

Trade and other debtors/creditors

Trade and other debtors are recognised initially at transaction price less attributable transaction costs. Trade and other creditors are recognised initially at transaction price plus attributable transaction costs. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses in the case of trade debtors. If the arrangement constitutes a financing transaction, for example if payment is deferred beyond normal business terms, then it is measured at the present value of future payments discounted at a market rate of interest for a similar debt instrument.

Cash and cash equivalents

Cash and cash equivalents comprise cash balances and call deposits

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised within profit or loss.

For financial assets that are measured at amortised cost, the impairment loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the assets original effective interest rate. If a financial asset has a variable interest rate, the discount rate of measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between the assets carrying amount and the best estimate of the amount that the company would receive for the asset if it were to be sold at the balance sheet date.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, 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.

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.

**Notes to the Financial Statements - continued
for the Year Ended 29 February 2020**

2. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

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.

Government grants

Government grants are recognised at fair value when there is reasonable assurance that the company will comply with the conditions attaching to them and that the grants will be received.

Grants related to the purchase of assets are treated as deferred income and a proportion is allocated to the profit and loss account each year over the useful lives of the related assets.

Grants related to revenue expenses are treated as other income in the profit and loss account.

Provisions

A provision is recognised when the company has a legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefits will be required to settle the obligation.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 17 (2019 - 17) .

4. INTANGIBLE FIXED ASSETS

Goodwill
£

COST

At 1 March 2019
and 29 February 2020

10,000

AMORTISATION

At 1 March 2019
and 29 February 2020

10,000

NET BOOK VALUE

At 29 February 2020

-

At 28 February 2019

-

**Notes to the Financial Statements - continued
for the Year Ended 29 February 2020**
5. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 March 2019	451,410	137,184	38,882	18,319	645,795
Additions	135,610	5,462	30,903	3,044	175,019
Disposals	(13,800)	-	-	(122)	(13,922)
At 29 February 2020	<u>573,220</u>	<u>142,646</u>	<u>69,785</u>	<u>21,241</u>	<u>806,892</u>
DEPRECIATION					
At 1 March 2019	248,164	54,445	9,930	10,844	323,383
Charge for year	67,193	13,230	14,964	3,926	99,313
Eliminated on disposal	(10,906)	-	-	(3)	(10,909)
At 29 February 2020	<u>304,451</u>	<u>67,675</u>	<u>24,894</u>	<u>14,767</u>	<u>411,787</u>
NET BOOK VALUE					
At 29 February 2020	<u>268,769</u>	<u>74,971</u>	<u>44,891</u>	<u>6,474</u>	<u>395,105</u>
At 28 February 2019	<u>203,246</u>	<u>82,739</u>	<u>28,952</u>	<u>7,475</u>	<u>322,412</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 March 2019	146,587	38,882	185,469
Additions	53,500	30,903	84,403
Transfer to ownership	-	(16,989)	(16,989)
At 29 February 2020	<u>200,087</u>	<u>52,796</u>	<u>252,883</u>
DEPRECIATION			
At 1 March 2019	93,591	9,930	103,521
Charge for year	21,299	10,805	32,104
Transfer to ownership	-	(354)	(354)
At 29 February 2020	<u>114,890</u>	<u>20,381</u>	<u>135,271</u>
NET BOOK VALUE			
At 29 February 2020	<u>85,197</u>	<u>32,415</u>	<u>117,612</u>
At 28 February 2019	<u>52,996</u>	<u>28,952</u>	<u>81,948</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	29.2.20 £	28.2.19 £
Trade debtors	248,726	246,978
Prepayments	<u>3,978</u>	<u>4,008</u>
	<u>252,704</u>	<u>250,986</u>

**Notes to the Financial Statements - continued
for the Year Ended 29 February 2020**

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	29.2.20	28.2.19
	£	£
Other loans	-	4,212
Hire purchase contracts (see note 9)	24,568	16,173
Trade creditors	257,799	258,020
Tax	15,212	11,030
Social security and other taxes	7,694	7,499
VAT	6,914	24,542
Other creditors	1,827	1,218
Directors' current accounts	95,250	120,750
Accrued expenses	2,965	4,766
	<u>412,229</u>	<u>448,210</u>

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

	29.2.20	28.2.19
	£	£
Hire purchase contracts (see note 9)	<u>48,673</u>	<u>25,090</u>

9. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	29.2.20	28.2.19
	£	£
Net obligations repayable:		
Within one year	24,568	16,173
Between one and five years	<u>48,673</u>	<u>25,090</u>
	<u>73,241</u>	<u>41,263</u>

	Non-cancellable operating leases	
	29.2.20	28.2.19
	£	£
Within one year	42,500	42,500
Between one and five years	212,500	212,500
In more than five years	<u>418,362</u>	<u>460,863</u>
	<u>673,362</u>	<u>715,863</u>

10. SECURED DEBTS

The following secured debts are included within creditors:

	29.2.20	28.2.19
	£	£
Hire purchase contracts	<u>73,241</u>	<u>41,263</u>

The hire purchase balance is secured over the financed asset.

**Notes to the Financial Statements - continued
for the Year Ended 29 February 2020**

11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal value:	29.2.20 £	28.2.19 £
Number:	Class:			
200	Ordinary	£0.01	<u>2</u>	<u>2</u>

12. RESERVES

	Retained earnings £
At 1 March 2019	334,404
Profit for the year	126,536
Dividends	(6,000)
At 29 February 2020	<u>454,940</u>

13. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 29 February 2020 and 28 February 2019:

	29.2.20 £	28.2.19 £
D Kelly		
Balance outstanding at start of year	(120,750)	(106,620)
Amounts advanced	31,500	5,870
Amounts repaid	-	(20,000)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>(89,250)</u>	<u>(120,750)</u>

14. RELATED PARTY DISCLOSURES

During the year the directors remuneration amounted to £146,649.

15. ULTIMATE CONTROLLING PARTY

Daniel Kelly holds 60% of the issued share capital. He is therefore considered to be the company's ultimate controlling party.

**Chartered Accountants' Report to the Board of Directors
on the Unaudited Financial Statements of
Kelvent Limited**

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Kelvent Limited for the year ended 29 February 2020 which comprise the Statement of Income and Retained Earnings, Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of ICAS, we are subject to its ethical and other professional requirements which are detailed at <http://www.icas.com/accountspreparationguidance>.

This report is made solely to the Board of Directors of Kelvent Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Kelvent Limited and state those matters that we have agreed to state to the Board of Directors of Kelvent Limited, as a body, in this report in accordance with the requirements of ICAS as detailed at <http://www.icas.com/accountspreparationguidance>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Kelvent Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Kelvent Limited. You consider that Kelvent Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Kelvent 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 financial statements.

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11 Woodside Crescent
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Glasgow
G3 7UL

21 August 2020