

**Unaudited Financial Statements
for the Year Ended 31 May 2021
for
Larnick Limited**

**Contents of the Financial Statements
for the Year Ended 31 May 2021**

	Page
Company Information	1
Abridged Statement of Financial Position	2
Notes to the Financial Statements	4

Larnick Limited
Company Information
for the Year Ended 31 May 2021

DIRECTOR: Mrs C A Terry

SECRETARY: Mr R G Terry

REGISTERED OFFICE: 4 Cedar Park
Cobham Road
Ferndown Industrial Estate
Wimborne
Dorset
BH21 7SF

REGISTERED NUMBER: 04776920 (England and Wales)

ACCOUNTANTS: Ward Goodman
4 Cedar Park
Cobham Road
Ferndown Industrial Estate
Wimborne
Dorset
BH21 7SF

Abridged Statement of Financial Position
31 May 2021

	Notes	2021 £	£	2020 £	£
FIXED ASSETS					
Tangible assets	4		-		-
Investment property	5		<u>298,000</u>		<u>612,000</u>
			298,000		612,000
CURRENT ASSETS					
Debtors		6,656		8,089	
Prepayments and accrued income		96		591	
Cash at bank		<u>104,288</u>		<u>13,841</u>	
		111,040		22,521	
CREDITORS					
Amounts falling due within one year		<u>26,284</u>		<u>21,307</u>	
NET CURRENT ASSETS			<u>84,756</u>		<u>1,214</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			382,756		613,214
CREDITORS					
Amounts falling due after more than one year	6		(200,776)		(478,821)
ACCRUALS AND DEFERRED INCOME			<u>(2,209)</u>		<u>(1,877)</u>
NET ASSETS			<u>179,771</u>		<u>132,516</u>
CAPITAL AND RESERVES					
Called up share capital			22		22
Non distributable reserves			72,869		57,173
Retained earnings			<u>106,880</u>		<u>75,321</u>
SHAREHOLDERS' FUNDS			<u>179,771</u>		<u>132,516</u>

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

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

The director acknowledges her 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.

Abridged Statement of Financial Position - continued
31 May 2021

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

All the members have consented to the preparation of an abridged Statement of Financial Position for the year ended 31 May 2021 in accordance with Section 444(2A) of the Companies Act 2006.

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

The financial statements were approved by the director and authorised for issue on 30 November 2021 and were signed by:

Mrs C A Terry - Director

**Notes to the Financial Statements
for the Year Ended 31 May 2021**

1. STATUTORY INFORMATION

Larnick 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.

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 as modified by the revaluation of certain assets.

Turnover

Turnover represents gross rents chargeable, excluding any deductions.

Tangible fixed assets

Investment properties are measured at fair value at the financial period end with changes in fair value recognised in the profit and loss account.

Government grants

Grants in respect of furloughed employees are recognised in income in the profit and loss account. The company has adopted the accruals basis over the periods in which the entity recognises the related staff costs for which the grant is intended to compensate.

Grant income is recognised in the profit and loss account for the initial twelve month interest free period of the Bounce Back Loan with an equal and corresponding finance charge recognised in expenses in the profit and loss account. A similar treatment will apply for any further interest free periods taken up by the company during the term of the loan.

The annual rate of interest on the Bounce Back Loan is calculated according to the chancellor's pledge to fix this at 2.5%. The loan will be subsequently recorded at amortised cost using the annual rate of interest of 2.5%. This has been adopted on the basis the loan is considered a commercial business loan and therefore 2.5% annual interest is effectively the market rate of interest.

Investment property

Investment properties are measured at fair value at the financial period end with changes in fair value recognised in the profit and loss account.

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 statement of financial position date.

Trade and other debtors

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial in such cases the receivables are stated at cost less impairment losses for bad and doubtful debts.

Trade and other creditors

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method, unless the effect of discounting would be immaterial, in which case they are stated at cost.

Notes to the Financial Statements - continued
for the Year Ended 31 May 2021

2. ACCOUNTING POLICIES - continued

Impairment of assets

Assets, other than those measured at fair value, are assessed for indicators of impairment at each Balance Sheet date. If there is objective evidence of impairment, an impairment loss is recognised in the Profit and Loss Account.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 1 (2020 - 1) .

4. TANGIBLE FIXED ASSETS

Totals
£

COST

At 1 June 2020
and 31 May 2021

512

DEPRECIATION

At 1 June 2020
and 31 May 2021

512

NET BOOK VALUE

At 31 May 2021
At 31 May 2020

-
-

5. INVESTMENT PROPERTY

Total
£

FAIR VALUE

At 1 June 2020
Disposals

612,000
(366,000)

Revaluations

52,000

At 31 May 2021

298,000

NET BOOK VALUE

At 31 May 2021
At 31 May 2020

298,000
612,000

Notes to the Financial Statements - continued
for the Year Ended 31 May 2021

5. INVESTMENT PROPERTY - continued

Fair value at 31 May 2021 is represented by:

	£
Valuation in 2008	1,000
Valuation in 2008	(5,000)
Valuation in 2009	5,500
Valuation in 2010	(4,500)
Valuation in 2012	4,500
Valuation in 2013	4,500
Valuation in 2014	5,000
Valuation in 2015	3,000
Valuation in 2018	8,000
Valuation in 2019	52,000
Cost	<u>224,000</u>
	<u>298,000</u>

Investment property was valued on an open market basis on 30 April 2021 by Goadsby Estate Agents .

A final valuation was established on the properties as carried out by estate agents when the properties were marketed for sale in the financial year. Where properties have been sold after the financial year end, the sale price has been used as the valuation in these financial statements. A final revaluation increase of £52,000 was therefore established in the financial year to 31 May 2021 such that investment property held at the balance sheet date was valued at £298,000.

6. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN FIVE YEARS

	2021 £	2020 £
Repayable otherwise than by instalments		
Mortgage	<u>194,243</u>	<u>478,821</u>
Repayable by instalments		
Bank loans more 5 yr by instal	<u>133</u>	<u>-</u>

7. LOANS

An analysis of the maturity of loans is given below:

	2021 £	2020 £
Amounts falling due within one year or on demand:		
Bank loans	<u>1,467</u>	<u>-</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	<u>1,600</u>	<u>-</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>4,800</u>	<u>-</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 May 2021**

7. LOANS - continued

	2021 £	2020 £
Amounts falling due in more than five years: Repayable otherwise than by instalments		
Mortgage	<u>194,243</u>	<u>478,821</u>
Repayable by instalments		
Bank loans more 5 yr by instal	<u>133</u>	<u>-</u>

8. SECURED DEBTS

The following secured debts are included within creditors:

	2021 £	2020 £
Mortgage	<u>194,243</u>	<u>478,821</u>

Capital Home Loans Limited have a legal mortgage over the properties to which each loan relates.

9. OTHER FINANCIAL COMMITMENTS

At the balance sheet date, the company had bank loan commitments in respect of mortgages totalling £194,243 (2020 - £478,821).

The company also took out a government bounce back loan of £8,000 on 11th June 2020. No repayments were made in the financial year and the full loan amount was outstanding at the financial year end.

There were no other financial commitments, contingencies or guarantees made on behalf of the directors.

10. OFF-BALANCE SHEET ARRANGEMENTS

There were no off-balance sheet arrangements at the financial year end.

11. POST BALANCE SHEET EVENTS

On 21 June 2021, the company sold a further property for £133,000 leaving one final property remaining in the company. The sale also enabled the company to clear £93,706 in mortgage commitments.