

Financial Statements
For The Year Ended 31 August 2020
for
Suresafe Protection Limited

Cahill Jack Associates Limited
91 Alexander Street
Airdrie
North Lanarkshire
ML6 0BD

**Contents of the Financial Statements
For The Year Ended 31 August 2020**

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

Suresafe Protection Limited

Company Information For The Year Ended 31 August 2020

DIRECTOR:	Trevor Johnston Lang
SECRETARY:	Trevor Johnston Lang
REGISTERED OFFICE:	8 Kelvin Road Lenziemill Industrial Estate Cumbernauld G67 2BA
REGISTERED NUMBER:	SC132827 (Scotland)
ACCOUNTANTS:	Cahill Jack Associates Limited 91 Alexander Street Airdrie North Lanarkshire ML6 0BD

Balance Sheet
31 August 2020

	Notes	2020	2019
		£	£
FIXED ASSETS			
Tangible assets	4	1,222,478	1,381,644
CURRENT ASSETS			
Stocks		502,866	264,072
Debtors	5	848,023	463,752
Cash at bank and in hand		<u>139,011</u>	<u>222</u>
		1,489,900	728,046
CREDITORS			
Amounts falling due within one year	6	<u>1,453,622</u>	<u>628,263</u>
NET CURRENT ASSETS		<u>36,278</u>	<u>99,783</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,258,756	1,481,427
CREDITORS			
Amounts falling due after more than one year	7	(141,854)	(592,894)
PROVISIONS FOR LIABILITIES		<u>(83,571)</u>	<u>(93,556)</u>
NET ASSETS		<u><u>1,033,331</u></u>	<u><u>794,977</u></u>
CAPITAL AND RESERVES			
Called up share capital		6,600	6,600
Revaluation reserve	9	209,169	222,520
Retained earnings		<u>817,562</u>	<u>565,857</u>
SHAREHOLDERS' FUNDS		<u><u>1,033,331</u></u>	<u><u>794,977</u></u>

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

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2020 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 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 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 August 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 Comprehensive Income has not been delivered.

The financial statements were approved by the director and authorised for issue on 12 May 2021 and were signed by:

Trevor Johnston Lang - Director

**Notes to the Financial Statements
For The Year Ended 31 August 2020**

1. STATUTORY INFORMATION

Suresafe Protection 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.

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.

The company's presentational currency is pounds sterling. Information on the impact of first time adoption of FRS 102 is given in the notes to the accounts.

Significant judgements and estimates

The preparation of financial information in compliance with FRS 102 requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The directors have identified the following areas which give rise to estimation uncertainty:

1) Tangible fixed assets are depreciated over their useful lives taking into account residual values, where appropriate. The actual lives of the assets and any residual values are assessed annually and may vary depending on a number of factors. In re-assessing asset lives, factors such as technological innovation and maintenance programmes are taken into account.

2) Valuation of stocks uses estimations for provisions against old and obsolete items of stock.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Turnover

Turnover is derived from the supply and embroidery of protective clothing and the supply of PPE excluding VAT.

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding value added tax and any other sales taxes. The following criteria must also be met before revenue is recognised:

Sale of goods

Revenue from sale of goods is recognised when all of the following conditions are satisfied:

- the company has transferred the significant risks and rewards of ownership to the buyer;
- the company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the company will receive the consideration due under the transaction;
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

**Notes to the Financial Statements - continued
For The Year Ended 31 August 2020**

2. ACCOUNTING POLICIES - continued

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Improvements to property	- 10% on cost
Plant and machinery	- 10% on reducing balance
Fixtures and fittings	- 10% on reducing balance
Motor vehicles	- 10% on reducing balance
Computer equipment	- 10% on reducing balance

The company's freehold property was revalued at the open market value and subsequently reduced by depreciation at 2% on that value less estimated residual value.

It is the company's policy to maintain these assets in a continual state of sound repair and extend and make improvements thereto from time to time and accordingly the Director considers the useful lives of these assets and residual values (based on prices prevailing at the time of the acquisition or subsequent valuation) as a basis to calculate the depreciation charge. Freehold property at 2-6 Kelvin Road and 8 Kelvin Road were recently valued on an open market basis on 30 October 2017 and 30 April 2018 by DM Hall at an open market value of £350,000 and £510,000 respectively. Any permanent diminution in the value of such properties is charged to the profit and loss account as appropriate.

Asset residual values, useful lives and depreciation methods of all relevant assets are reviewed, and adjusted prospectively if appropriate. Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and recognised in the profit and loss during the year of disposal. The company adds to the carrying amount of an item of fixed asset the cost of replacing part of such an item when that cost is incurred, if the replacement part is expected to provide incremental future benefits to the company. Any carrying amount of the replaced part is written off. Repairs and maintenance are charged to the profit and loss during the year in which they are incurred except for any parts unused at the year end.

At each reporting date fixed assets are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carry amount of the asset is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

Stocks

Stocks are stated at the lower of cost and net realisable value being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each reporting date, inventories are assessed for impairment. If inventory is 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.

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 August 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

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.

Financial instruments

The following assets and liabilities are classified as financial instruments - trade debtors, trade creditors, bank loans, directors' loans and forward currency contracts (derivatives).

Bank loans are initially measured at the present value of future payments, discounted at a market rate of interest, and subsequently at amortised cost using the effective interest method. Directors' loans (being repayable on demand), trade debtors and trade creditors are measured at the undiscounted amount of the cash or other consideration expected to be paid or received. Forward currency contracts are derivative financial instruments. They are measured at fair value. Gains and losses arising from changes in the fair value of derivative financial instruments are included in the profit or loss in the period in which they arise.

Financial assets that are measured at 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 in the profit and loss.

**Notes to the Financial Statements - continued
For The Year Ended 31 August 2020**

2. ACCOUNTING POLICIES - continued

Other items

Finance costs

Finance costs are charged to profit or loss over the term of the debt using the effective interest rate method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting. Dividends on shares recognised as liabilities are recognised as expenses and classified within interest payable.

Holiday pay

A liability is recognised to the extent of any unused holiday pay entitlement which has accrued at the balance sheet date and carried forward to future periods. This is measured at the undiscounted salary cost of the future holiday entitlement so accrued at the balance sheet date.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 28 (2019 - 31) .

4. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Plant and machinery £
COST OR VALUATION			
At 1 September 2019	792,500	329,602	532,307
Additions	-	66,987	7,295
Disposals	-	-	(231,183)
At 31 August 2020	<u>792,500</u>	<u>396,589</u>	<u>308,419</u>
DEPRECIATION			
At 1 September 2019	34,103	144,046	121,060
Charge for year	15,850	39,659	25,027
Eliminated on disposal	-	-	(62,918)
At 31 August 2020	<u>49,953</u>	<u>183,705</u>	<u>83,169</u>
NET BOOK VALUE			
At 31 August 2020	<u>742,547</u>	<u>212,884</u>	<u>225,250</u>
At 31 August 2019	<u>758,397</u>	<u>185,556</u>	<u>411,247</u>

Notes to the Financial Statements - continued
For The Year Ended 31 August 2020

4. TANGIBLE FIXED ASSETS - continued

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST OR VALUATION				
At 1 September 2019	58,379	-	64,634	1,777,422
Additions	-	19,995	-	94,277
Disposals	-	-	-	(231,183)
At 31 August 2020	<u>58,379</u>	<u>19,995</u>	<u>64,634</u>	<u>1,640,516</u>
DEPRECIATION				
At 1 September 2019	49,340	-	47,229	395,778
Charge for year	903	1,999	1,740	85,178
Eliminated on disposal	-	-	-	(62,918)
At 31 August 2020	<u>50,243</u>	<u>1,999</u>	<u>48,969</u>	<u>418,038</u>
NET BOOK VALUE				
At 31 August 2020	<u>8,136</u>	<u>17,996</u>	<u>15,665</u>	<u>1,222,478</u>
At 31 August 2019	<u>9,039</u>	<u>-</u>	<u>17,405</u>	<u>1,381,644</u>

Cost or valuation at 31 August 2020 is represented by:

	Freehold property £	Improvements to property £	Plant and machinery £
Valuation in 2004	50,000	-	-
Valuation in 2005	(15,000)	-	-
Valuation in 2006	(35,000)	-	-
Valuation in 2007	192,520	-	-
Valuation in 2008	30,000	-	-
Cost	<u>569,980</u>	<u>396,589</u>	<u>308,419</u>
	<u>792,500</u>	<u>396,589</u>	<u>308,419</u>

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
Valuation in 2004	-	-	-	50,000
Valuation in 2005	-	-	-	(15,000)
Valuation in 2006	-	-	-	(35,000)
Valuation in 2007	-	-	-	192,520
Valuation in 2008	-	-	-	30,000
Cost	<u>58,379</u>	<u>19,995</u>	<u>64,634</u>	<u>1,417,996</u>
	<u>58,379</u>	<u>19,995</u>	<u>64,634</u>	<u>1,640,516</u>

**Notes to the Financial Statements - continued
For The Year Ended 31 August 2020**

4. TANGIBLE FIXED ASSETS - continued

If freehold property had not been revalued it would have been included at the following historical cost:

	2020 £	2019 £
Cost	<u>569,980</u>	<u>514,350</u>

Freehold property was valued on an open market basis on 30 April 2018 by DM Hall .

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

	Plant and machinery £	Motor vehicles £	Totals £
COST OR VALUATION			
At 1 September 2019	244,733	-	244,733
Additions	-	19,995	19,995
Disposals	(183,318)	-	(183,318)
At 31 August 2020	<u>61,415</u>	<u>19,995</u>	<u>81,410</u>
DEPRECIATION			
At 1 September 2019	58,676	-	58,676
Charge for year	2,565	1,999	4,564
Eliminated on disposal	(22,918)	-	(22,918)
At 31 August 2020	<u>38,323</u>	<u>1,999</u>	<u>40,322</u>
NET BOOK VALUE			
At 31 August 2020	<u>23,092</u>	<u>17,996</u>	<u>41,088</u>
At 31 August 2019	<u>186,057</u>	<u>-</u>	<u>186,057</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	724,053	463,752
JRS grant	8,469	-
VAT	55,188	-
Prepayments	60,313	-
	<u>848,023</u>	<u>463,752</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Bank loans and overdrafts	162,532	93,338
Hire purchase contracts	11,852	40,087
Trade creditors	225,975	254,149
Taxation and social security	84,400	111,118
Other creditors	968,863	129,571
	<u>1,453,622</u>	<u>628,263</u>

**Notes to the Financial Statements - continued
For The Year Ended 31 August 2020**

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

	2020	2019
	£	£
Bank loans	116,005	534,658
Hire purchase contracts	<u>25,849</u>	<u>58,236</u>
	<u>141,854</u>	<u>592,894</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Loan-DSL	<u>30,833</u>	<u>252,058</u>

8. SECURED DEBTS

The following secured debts are included within creditors:

	2020	2019
	£	£
Bank overdrafts	112,532	51,063
Bank loans	166,005	576,933
Hire purchase contracts	<u>37,701</u>	<u>98,323</u>
	<u>316,238</u>	<u>726,319</u>

HSBC plc holds a bond and floating charge over the whole of the assets and undertakings of the company and standard securities over the company's freehold property. Hire purchase creditors are secured on the assets concerned.

9. RESERVES

	Revaluation reserve £
At 1 September 2019	222,520
Transfer between reserves	<u>(13,351)</u>
At 31 August 2020	<u>209,169</u>

10. ULTIMATE CONTROLLING PARTY

The controlling party is Trevor Johnston Lang.