

W J McErlean Limited

**Unaudited financial statements for the year
ended 31 July 2019**

Registration No: NI639568 (Northern Ireland)



W J McErlean Limited - Financial statements for the year ended 31 July 2019

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Company Information

Directors

Ryan McSorley
Laura Rea

Accountants

ASM (M) Ltd
Chartered Accountants
The Diamond Centre
Market Street
Magherafelt

Registered Office

16 Culbane Road
Portglenone
Ballymena

Bankers

Ulster Bank
11-16 Donegall Square East
Belfast

Registration Number

NI639568 (Northern Ireland)

Solicitors

Anderson Agnew & Co
14 Mill Street
Ballymena

Independent Accountants' Report to the Directors of W J McErlean Limited

In accordance with the terms of our engagement letter, we have prepared for your approval the unaudited financial statements of the Company for the year ended 31 July 2019, as set out on pages 3 to 9. Our engagement includes assisting you in lodging with Companies House unaudited financial statements prepared in accordance with Section 444 of the Companies Act 2006.

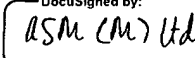
The unaudited financial statements have been prepared based on the Company's financial statements which the directors are required to prepare for the members of the Company in accordance with Section 394 of the Companies Act 2006.

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's Board of Directors, as a body, for our work, or for this report.

As a practising member firm of the Institute of Chartered Accountants in Ireland we are subject to its ethical guidance relating to members undertaking the compilation of financial statements.

It is your duty to ensure that the Company is a small company and you consider that the Company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit or a review of the unaudited financial statements. For this reason, we have not verified the accuracy or completeness of either the Company's financial statements prepared in accordance with Section 394 of the Companies Act 2006 or the unaudited financial statements prepared in accordance with Section 444 of the Companies Act 2006. We do not, therefore, express any opinion on the unaudited financial statements.

DocuSigned by:

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ASM (M) Ltd
Chartered Accountants
The Diamond Centre
Market Street
Magherafelt

26 May 2020

Statement of Financial Position

	Note	31 July 2019 £	31 July 2018 £
Fixed assets			
Property, plant and equipment	6	507,735	-
Investments	7	169,697	-
		<u>677,432</u>	<u>-</u>
Current assets			
Inventories	8	450,000	-
Receivables	9	1	1
Cash at bank and in hand		258,081	-
		<u>708,082</u>	<u>1</u>
Creditors: amounts falling due within one year	10	<u>59,619</u>	<u>-</u>
Net current assets		<u>648,463</u>	<u>1</u>
Total assets less current liabilities		<u>1,325,895</u>	<u>1</u>
Provisions for liabilities	11	<u>-</u>	<u>-</u>
		<u>-</u>	<u>-</u>
Net assets		<u>1,325,895</u>	<u>1</u>
Capital and reserves			
Called up equity share capital	12	1	1
Reserves	13	1,325,894	-
Total equity shareholders' funds		<u>1,325,895</u>	<u>1</u>

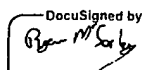
The Directors have taken advantage of the exemption conferred by Section 477 of the Companies Act 2006 not to have these financial statements audited and confirm that no notice has been deposited under Section 476 of the Companies Act 2006.

The financial statements have been prepared in accordance with the provisions of Part XV of the Companies Act 2006 relating to small sized companies.

The Directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of the financial statements.

In accordance with Section 444 of the Companies Act 2006 and the special provisions applicable to companies subject to the small companies regime, the Income Statement and the Directors' Report have not been delivered to the Registrar of Companies.

The financial statements on pages 3 to 9 were approved and authorised for issue by the Board of Directors on 26 May 2020 and were signed on its behalf by:

DocuSigned by:

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Ryan McSorley

Director

Registration Number: NI639568 (Northern Ireland)

The notes on pages 4 to 9 form part of these financial statements

Notes to the financial statements**1. Company Information****Legal status**

W J McErlean Limited is a private company limited by shares established in Northern Ireland.

Registration number and registered office

The Company's registered office address and registration number is set out on page 1.

Functional currency

The financial statements are prepared in sterling (£) which is the functional currency of the Company.

2. Basis of preparation of financial statements**Applicable legislation and accounting standards**

These financial statements have been prepared in accordance with:

- (i) applicable UK accounting standards including Section 1A of FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland;
- (ii) the historical cost basis of accounting; and
- (iii) the Companies Act 2006.

Going concern

The Company made a loss during the year ended 31 July 2019 but, at that date, the Company's assets exceeded its liabilities.

After making enquiries the Company's Directors consider there is a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future and accordingly have prepared the financial statements on the going concern basis.

3. Judgements and key sources of estimation uncertainty

Judgements and key sources of estimation uncertainty are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical judgements used in the application of accounting policies

There were no critical judgements used in the application of accounting policies and the preparation of the financial statements.

Critical accounting estimates and assumptions

There were no critical accounting estimates or assumptions used in the application of accounting policies and the preparation of the financial statements.

Notes to the financial statements**4. Principal accounting policies****Property, plant and equipment**

Land and buildings are stated at purchase cost, net of depreciation and any provision for impairment. The cost of freehold land is not depreciated.

Plant and other equipment is stated at purchase cost, net of depreciation and any provision for impairment.

The carrying value of property, plant and equipment is reviewed for impairment in each accounting period if events or changes in circumstances indicate the carrying value may not be recoverable.

Depreciation is calculated so as to write off the costs of property, plant and equipment, less their estimated residual values, over the expected useful economic lives of the assets concerned. The principal annual rates and bases used for this purpose are as follows:

Asset category	Basis of amortisation	%
Freehold and long leasehold land	Straight Line	0.00%
Plant and equipment	Straight Line	20.00%
Motor vehicles	Straight Line	20.00%

Investment property

The Company holds certain properties for long-term investment.

Investment properties are initially recognised at cost which includes purchase cost and any directly attributable expenditure.

On an ongoing basis investment properties are carried at fair value. Any surplus or deficit arising on changes in fair value is credited or charged respectively to the Income Statement.

Notes to the financial statements**Turnover**

Turnover represents amounts receivable for goods and services net of value added taxes and trade discounts.

Investment Income

Income from deposits is included, together with any related tax credit, in the Income Statement on an accruals basis.

Inventory

Inventory is stated at the lower of cost and net realisable value.

Net realisable value is based on estimated selling price less further costs expected to be incurred to completion or disposal.

Provision is made for obsolete, slow-moving or defective items where appropriate.

Land Held For Development

Land held for development is stated at the lower of cost and net realisable value. Cost represents the acquisition cost of land and any other expenditure incurred to date on each parcel of land.

Deferred taxation

Deferred tax arises from timing differences that are differences between taxable profits and total comprehensive income as stated in the financial statements. These timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is recognised on all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are only recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the period end and that are expected to apply to the reversal of the timing difference.

Cash Flow Presentation Exemption

The Company is exempt from the requirements of FRS 102 to present a Statement of Cash Flows on the grounds that it is a small company.

5. Employee information

The average number of persons (including executive directors) employed by the Company during the year was:

	31 July 2019 (12 months) Number	31 July 2018 (12 months) Number
By activity		
Administration indirect payroll	<u>1</u>	<u>1</u>
	<u>1</u>	<u>1</u>

Notes to the financial statements

6. Property, plant and equipment

	Freehold and long leasehold land	Plant and equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 August 2018	-	-	-	-
Additions	475,000	4,680	29,244	508,924
At 31 July 2019	475,000	4,680	29,244	508,924
Depreciation				
At 1 August 2018	-	-	-	-
Charge for the year	-	164	1,025	1,189
At 31 July 2019	-	164	1,025	1,189
Net book value				
At 31 July 2019	475,000	4,516	28,219	507,735
At 31 July 2018	-	-	-	-

The net book value of property, plant and equipment includes an amount of £Nil (2018: £Nil) in respect of assets held under asset purchase agreements.

7. Fixed asset investments

	Investment property	Total
	£	£
Cost		
At 1 August 2018	-	-
Additions	169,697	169,697
At 31 July 2019	169,697	169,697
Amortisation		
At 1 August 2018	-	-
Charge for the year	-	-
At 31 July 2019	-	-
Net book value		
At 31 July 2019	169,697	169,697
At 31 July 2018	-	-

Investment property

There has been no external valuation of the Company's investment property during the year. The fair value of the Company's investment property at the year end was determined by the Company's directors. In assessing the fair value of the Company's investment property, the directors took into consideration sales values and capitalised rental values achieved on the sale and rental respectively, of comparable investment properties located in the same areas as the Company's investment properties.

8. Inventory

	31 July 2019	31 July 2018
	£	£
Land held for development	450,000	-
	450,000	-

There is no material difference between the replacement costs of inventory and the Statement of Financial Position amounts.

Inventory amounts are stated after provisions for impairment of £Nil (2018: £Nil).

Notes to the financial statements**9. Receivables**

	31 July 2019	31 July 2018
	£	£
Amounts falling due within one year		
Other receivables	1	1
	<u>1</u>	<u>1</u>

10. Creditors: amounts falling due within one year

	31 July 2019	31 July 2018
	£	£
Owed to directors	58,369	-
Accruals	1,250	-
	<u>59,619</u>	<u>-</u>

11. Provisions for liabilities**Deferred taxation**

Deferred taxation provided in the financial statements is analysed as follows:

	31 July 2019	31 July 2018
	£	£
Gross fixed asset timing differences	6,220	-
Total revenue losses	(15,550)	-
Net timing differences	<u>(9,330)</u>	<u>-</u>
Timing differences not provided	9,330	-
Deferred tax provision	<u>-</u>	<u>-</u>

12. Called up share capital

	31 July 2019	31 July 2018
	£	£
Allotted, called up and fully paid		
100 (2018: 100) Ordinary £0.01 Shares	1	1
	<u>1</u>	<u>1</u>
Called up equity share capital	1	1
	<u>1</u>	<u>1</u>

The Company has one class of issued shares and there are no restrictions on the distribution of dividends or the repayment of capital.

The Company did not issue any shares during the year.

Notes to the financial statements**13. Reserves**

	Share premium account	Profit and loss reserve	Total
	£	£	£
At 1 August 2017	-	-	-
Total comprehensive income for the year	-	-	-
At 31 July 2018	-	-	-
Total comprehensive income for the year	-	(49,105)	(49,105)
Allotment of shares	1,374,999	-	1,374,999
At 31 July 2019	1,374,999	(49,105)	1,325,894

14. Contingent liabilities

The Company had no material contingent liabilities at 31 July 2019 or at 31 July 2018.

15. Events after the reporting period

There were no material events in the period between the end of the reporting year and the date of the approval of the financial statements.

16. Capital commitments

The Company did not have any material capital commitments at 31 July 2019 or at 31 July 2018.

17. Contracts with inception dates after the end of the reporting period

The Company did not enter into any material contractual commitments in the period between the year end and the date of approval of these financial statements.

18. Ultimate controlling party

The ultimate controlling parties are the directors who control the majority of the equity share capital in W J McErlean Limited.

19. Approval of the financial statements

The Board of Directors approved the financial statements for issue on 26 May 2020.

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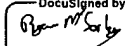
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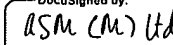
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