

CC Business Services Limited

Financial Statements for the Year Ended 31 December 2019

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for the Year Ended 31 December 2019**

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CC Business Services Limited (Registered number: 07107069)

**Statement of Financial Position
31 December 2019**

	Notes	2019 £	£	2018 £	£
Fixed assets					
Intangible assets	4		84,262		98,235
Tangible assets	5		<u>9,071</u>		<u>13,089</u>
			93,333		111,324
Current assets					
Debtors	6	1,506,444		1,742,462	
Cash at bank		<u>77,561</u>		<u>151,592</u>	
		1,584,005		1,894,054	
Creditors					
Amounts falling due within one year	7	<u>1,778,681</u>		<u>1,911,756</u>	
Net current liabilities			<u>(194,676)</u>		<u>(17,702)</u>
Total assets less current liabilities			<u>(101,343)</u>		<u>93,622</u>
Creditors					
Amounts falling due after more than one year	8		<u>47,072</u>		<u>74,465</u>
Net (liabilities)/assets			<u>(148,415)</u>		<u>19,157</u>
Capital and reserves					
Called up share capital			300		300
Retained earnings			<u>(148,715)</u>		<u>18,857</u>
Shareholders' funds			<u>(148,415)</u>		<u>19,157</u>

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 10 June 2020 and were signed on its behalf by:

Mr S D J Thomas - Director

CC Business Services Limited (Registered number: 07107069)

Notes to the Financial Statements for the Year Ended 31 December 2019

1. Statutory information

CC Business Services Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address are as below:

Registered number: 07107069

Registered office: 10 Bridge Street
Christchurch
Dorset
BH23 1EF

The main place of business is 1st Floor, 114 Old Christchurch Road, Bournemouth, Dorset, BH1 1LU.

The company's prior accounting period was extended for operational reasons and includes the 15 month trading period to December 2018. The current period of account is for the 12 months to December 2019. On this basis, the comparative figures are not entirely comparable.

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.

Turnover

The turnover shown in the profit and loss account represents amounts receivable for the year, exclusive of Value Added Tax, in connection with the company's trade of recruitment consultants.

Goodwill

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Goodwill amortisation - 7% on cost

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 25% on cost
Motor vehicles	- 25% on cost
Computer equipment	- 25% on cost

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 statement of financial position date.

Operating lease commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2019

2. Accounting policies - continued

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.

Going concern

The financial statements have been prepared on a going concern basis, after significant review performed by the directors. Forecasting and monitoring of current trading activity has shown that although the company has been adversely impacted by Covid-19, it is in a stable position financially to operate at a reduced capacity and forecast steady growth based on current demand and government guidance available. The directors have taken steps to reduce the increased business risk resulting from Covid-19, at both strategic and operational levels, and are confident that turnover will continue to increase.

Employee benefits

When employees have rendered service to the company, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset.

3. Employees and directors

The average number of employees during the year was 32 (2018 - 29) .

4. Intangible fixed assets

	Goodwill £
Cost	
At 1 January 2019	
and 31 December 2019	<u>209,803</u>
Amortisation	
At 1 January 2019	111,568
Charge for year	<u>13,973</u>
At 31 December 2019	<u>125,541</u>
Net book value	
At 31 December 2019	<u>84,262</u>
At 31 December 2018	<u>98,235</u>

CC Business Services Limited (Registered number: 07107069)

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2019**

5. Tangible fixed assets

	Plant and machinery £	Motor vehicles £	Computer equipment £	Totals £
Cost				
At 1 January 2019	29,452	43,860	21,110	94,422
Additions	<u>3,480</u>	<u>-</u>	<u>-</u>	<u>3,480</u>
At 31 December 2019	<u>32,932</u>	<u>43,860</u>	<u>21,110</u>	<u>97,902</u>
Depreciation				
At 1 January 2019	21,399	41,829	18,105	81,333
Charge for year	<u>3,930</u>	<u>2,031</u>	<u>1,537</u>	<u>7,498</u>
At 31 December 2019	<u>25,329</u>	<u>43,860</u>	<u>19,642</u>	<u>88,831</u>
Net book value				
At 31 December 2019	<u>7,603</u>	<u>-</u>	<u>1,468</u>	<u>9,071</u>
At 31 December 2018	<u>8,053</u>	<u>2,031</u>	<u>3,005</u>	<u>13,089</u>

6. Debtors: amounts falling due within one year

	2019 £	2018 £
Trade debtors	1,284,860	1,491,637
Other debtors	74,225	74,316
Directors' current accounts	22,655	19,755
Prepayments	<u>124,704</u>	<u>156,754</u>
	<u>1,506,444</u>	<u>1,742,462</u>

Factored debtors at the accounting date total £1,279,744 (2018 - £1,480,368).

7. Creditors: amounts falling due within one year

	2019 £	2018 £
Bank loans and overdrafts	25,434	33,043
Trade creditors	119,482	109,347
Tax	48,817	92,573
Social security and other taxes	66,523	58,491
VAT	378,118	337,001
Other creditors	1,097,875	1,247,054
Directors' current accounts	6,892	10,392
Accruals and deferred income	<u>35,540</u>	<u>23,855</u>
	<u>1,778,681</u>	<u>1,911,756</u>

CC Business Services Limited (Registered number: 07107069)

Notes to the Financial Statements - continued for the Year Ended 31 December 2019

7. Creditors: amounts falling due within one year - continued

All directors have provided personal guarantees over the overdraft facility and a 25% guarantee over the bank loans. The director Mr D J Shrimpton has provided personal security over the factoring creditor (included within other creditors).

The entity holds two bank loans. The first is secured by a fixed and floating charge over all the assets of the company. The second is secured personally by one of the directors.

8. Creditors: amounts falling due after more than one year

	2019	2018
	£	£
Bank loans - 2-5 years	<u>47,072</u>	<u>74,465</u>

9. Leasing agreements

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2019	2018
	£	£
Within one year	42,968	47,399
Between one and five years	<u>29,969</u>	<u>65,962</u>
	<u>72,937</u>	<u>113,361</u>

10. Disclosure under Section 444(5B) of the Companies Act 2006

The Report of the Auditors was unqualified.

Stephen Ellson (Senior Statutory Auditor)
for and on behalf of Filer Knapper LLP

11. Directors' advances, credits and guarantees

The directors' current accounts were overdrawn in the year, in total, by a maximum of £18,613 (2018 - £24,181) due to advances. At the year end, the directors' current accounts totalled £15,763 due to the company. Interest is charged on overdrawn balances at 2.5%.

12. Dividends

At the time the interim dividends were paid during the year, the directors were not aware that there were insufficient profits available for distribution based on the internal financial information made available to them. As a result, the closing retained earnings for the year are negative. The directors acknowledge that no further distributions can be made until there are sufficient profits available for that purpose.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.