
A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 SEPTEMBER 2021

A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED

COMPANY INFORMATION

| | |
|-----------------------------|--|
| Directors | Andrew Neil Kay David Wayne Kay |
| Registered number | 12503175 |
| Registered office | Parkside Garage Old Stafford Road Slade Heath Wolverhampton West Midlands WV10 7PH |
| Independent auditors | Lancaster Clements Limited Chartered Certified Accountants Stanley House 27 Wellington Road Bilston West Midlands WV14 6AH |

A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED

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**GROUP STRATEGIC REPORT
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

Introduction

The company was incorporated on 6 March 2020. On the 10 August 2020 the company obtained the shares to its subsidiary companies A.S.K. Developments Limited and K Investments Limited by way of a share for share exchange agreement. The company is now purely a dormant investment holding company and had no trading activity during the year. The principal activity of A.S.K. Developments Limited is that of the letting of industrial properties. The principal activity of K Investments Limited is that of an investment holding company which owns K Transport Services (Midlands) Limited. The principal activity of this company is that of haulage contractors.

Business review

During the year A.S.K. Developments Limited has seen an increase in activity due to the continued investment in industrial properties and rental that is now achieved. K Transport Services (Midlands) Limited like many other businesses had seen previous years operations and financial results be adversely affected by the COVID-19 global pandemic however this year has seen an improvement in the results achieved.

Principal risks and uncertainties

The principal business risk of the group is the volatile gross profit margin, brought about by the volatile and sporadic fuel prices, which can be adverse or favourable. The company actively manages this risk by closely monitoring fuel costs on a regular basis.

Financial key performance indicators

The directors consider that both turnover and gross profit margins are key performance indicators of the business. The turnover within the subsidiary A.S.K. Developments Limited is consistent with the previous year. The improvement in both turnover and gross profit margin in K Transport Services (Midlands) Limited in the year were due to the recovery following the previous year impact of the coronavirus which affected the operations of the business in the quarter to 30 June 2020. On a year to year basis turnover increased by 21.4% and gross profit margins increased from 12.9% to 19.0%.

Other key performance indicators

There are no other key performance indicators.

This report was approved by the board on 25 March 2022 and signed on its behalf.

David Wayne Kay
Director

**DIRECTORS' REPORT
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

The directors present their report and the financial statements for the period ended 30 September 2021.

Directors' responsibilities statement

The directors are responsible for preparing the Group strategic report, the Directors' report and the consolidated financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and the Group and of the profit or loss of the Group for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies for the Group's financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and the Group and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Results and dividends

The profit for the period, after taxation, amounted to £901,098 (2020 - £1,336,979).

During the year no dividends were declared.

Directors

The directors who served during the period were:

Andrew Neil Kay
David Wayne Kay

Future developments

There are no future developments requiring disclosure within the financial statements.

A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

Disclosure of information to auditors

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the Company and the Group's auditors are unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company and the Group's auditors are aware of that information.

Post balance sheet events

There have been no significant events affecting the Group since the year end.

Auditors

The auditors, Lancaster Clements Limited, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the board on 25 March 2022 and signed on its behalf.

David Wayne Kay
Director

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED

Qualified Opinion

Arising solely from the limitation of the scope of our work relating to cash based revenue referred to below: We have audited the financial statements of A.S.K. Developments (Midlands) Limited (the 'parent Company') and its subsidiaries (the 'Group') for the period ended 30 September 2021, which comprise the Group Statement of income and retained earnings, the Group and Company Statements of financial position, the Group Statement of cash flows, the Group and Company Statement of changes in equity and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent Company's affairs as at 30 September 2021 and of the Group's profit for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for qualified opinion

Arising solely from the limitation of the scope of our work relating to cash based revenue referred to below: were unable to verify the completeness of cash based revenue of £114,657 included within the sales figure of £8,652,000. Due to incomplete record keeping in relation to cash based revenue we were unable to determine whether any adjustment to this amount would be necessary.

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Group's or the parent Company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED (CONTINUED)

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' report thereon. The directors are responsible for the other information contained within the Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

As described in the basis for qualified opinion section we were unable to satisfy ourselves concerning the completeness of cash based revenue included within the sales value at 30 September 2021.

Arising solely from the limitation of the scope of our work relating to cash based revenue referred to below: we have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Group strategic report and the Directors' report for the financial period for which the financial statements are prepared is consistent with the financial statements; and
- the Group strategic report and the Directors' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Group and the parent Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Group strategic report or the Directors' report.

Arising solely from the limitation of the scope of our work relating to cash based revenue referred to below:

- we have not obtained all the information and explanations that we considered necessary for the purpose

of our audit; and

- we were unable to determine whether adequate accounting records have been kept.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- the financial statements are not in agreement with the accounting records and returns; or certain disclosures of directors' remuneration specified by law are not made.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED (CONTINUED)

Responsibilities of directors

As explained more fully in the Directors' responsibilities statement set out on page 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Group's and the parent Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or the parent Company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Group financial statements

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Identifying and assessing potential risks related to irregularities

We obtained an understanding of the legal and regulatory frameworks that the company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act, tax legislation and regulations relating to the employed workforce.

In assessing risks of material misstatements in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- The clients evaluation of compliance with laws and regulations and whether they were aware of any instances of none compliance, along with the measures in place to mitigate any such instances.
- Methods in place to detect and respond to the risk of fraud and whether there was any actual, suspected or alleged fraud, along with internal controls established to mitigate such risks.
- Where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of those procedures we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential being in relation to:

- Stock pilferage or misappropriation
- Management override of controls
- Transactions outside the normal course of business, particularly with related parties
- Misappropriation of cash arising from incomplete recording of cash based transactions.

Audit response to risks identified

Our procedures to respond to the risks identified included the following:

- Testing of material journal entries, paying particular attention to the period immediately prior to and following the reporting date.
- Evaluation of the business rationale behind transactions made between related parties that are unusual or outside the normal course of business

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED (CONTINUED)

- An assessment of whether the judgements made in making accounting estimates are indicative of a potential bias
- Making enquiries of management concerning actual or potential litigation and claims
- Emphasis of control over cash based transactions.

We have designed our procedures to best identify the likelihood or occurrence of irregularities, whether or not arising due to fraud. However, it is accepted that there is an inherent difficulty in detecting irregularities and our findings are subject to the timing and extent of the audit procedures performed.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' report.

Use of our report

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an Auditors' 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 members, as a body, for our audit work, for this report, or for the opinions we have formed.

Mark Anthony Cupitt (Senior statutory auditor)

for and on behalf of

Lancaster Clements Limited

Chartered Certified Accountants

Stanley House
27 Wellington Road
Bilston
West Midlands
WV14 6AH

25 March 2022

A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED

**CONSOLIDATED STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

| | Note | 2021 £ | 2020 £ |
|--|------|-------------------|-------------------|
| Turnover | 4 | 8,652,000 | 7,191,126 |
| Cost of sales | | (6,579,296) | (5,827,166) |
| Gross profit | | 2,072,704 | 1,363,960 |
| Administrative expenses | | (954,707) | (1,055,152) |
| Other operating income | 5 | 117,950 | 168,459 |
| Gain from changes in fair value of investment property | | - | 1,322,823 |
| Operating profit | | 1,235,947 | 1,800,090 |
| Interest receivable and similar income | 9 | 7 | 1,030 |
| Interest payable and similar expenses | 10 | (145,214) | (129,041) |
| Profit before tax | | 1,090,740 | 1,672,079 |
| Tax on profit | 11 | (189,642) | (335,100) |
| Profit after tax | | 901,098 | 1,336,979 |
| Retained earnings | | | |
| - as previously stated | | 10,998,264 | 9,568,846 |
| - correction of a prior period error | | - | 92,439 |
| At the beginning of the period as restated | | 10,998,264 | 9,661,285 |
| Profit for the period attributable to the owners of the parent | | 901,098 | 1,336,979 |
| Retained earnings at the end of the period | | 11,899,362 | 10,998,264 |
| Non-controlling interest at the end of the year | | | |

The notes on pages 17 to 34 form part of these financial statements.

A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED
REGISTERED NUMBER: 12503175

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2021

| | Note | 2021 £ | 2020 £ |
|--|------|-------------------|-------------------|
| Fixed assets | | | |
| Tangible assets | 13 | 5,672,561 | 5,873,310 |
| Investments | 14 | 82,500 | 82,500 |
| Investment property | 15 | 8,600,003 | 8,600,003 |
| | | <u>14,355,064</u> | <u>14,555,813</u> |
| Current assets | | | |
| Stocks | 16 | 71,571 | 39,621 |
| Debtors: amounts falling due within one year | 17 | 3,352,706 | 2,524,738 |
| Cash at bank and in hand | 18 | 143,784 | 680,182 |
| | | <u>3,568,061</u> | <u>3,244,541</u> |
| Creditors: amounts falling due within one year | 19 | (2,373,200) | (3,040,910) |
| Net current assets | | <u>1,194,861</u> | <u>203,631</u> |
| Total assets less current liabilities | | <u>15,549,925</u> | <u>14,759,444</u> |
| Creditors: amounts falling due after more than one year | 20 | (276,230) | (440,927) |
| Provisions for liabilities | | | |
| Deferred taxation | 21 | (967,110) | (913,030) |
| | | <u>(967,110)</u> | <u>(913,030)</u> |
| Net assets excluding pension asset | | <u>14,306,585</u> | <u>13,405,487</u> |
| Net assets | | <u>14,306,585</u> | <u>13,405,487</u> |
| Capital and reserves | | | |
| Called up share capital | 22 | 13,100,326 | 13,100,326 |
| Revaluation reserve | 23 | 2,401,055 | 2,401,055 |
| Other reserves | 23 | (13,094,158) | (13,094,158) |
| Profit and loss account | 23 | 11,899,362 | 10,998,264 |
| Equity attributable to owners of the parent Company | | <u>14,306,585</u> | <u>13,405,487</u> |
| | | <u>14,306,585</u> | <u>13,405,487</u> |

A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED
REGISTERED NUMBER: 12503175

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 30 SEPTEMBER 2021

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 25 March 2022.

Andrew Neil Kay
Director

The notes on pages 17 to 34 form part of these financial statements.

A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED
REGISTERED NUMBER: 12503175

COMPANY STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2021

| | Note | 2021 £ | 2020 £ |
|--|------|-------------------|-------------------|
| Fixed assets | | | |
| Investments | 14 | 13,100,324 | 13,100,324 |
| | | <u>13,100,324</u> | <u>13,100,324</u> |
| Current assets | | | |
| Cash at bank and in hand | 18 | 2 | 2 |
| | | <u>2</u> | <u>2</u> |
| Total assets less current liabilities | | 13,100,326 | 13,100,326 |
| Net assets excluding pension asset | | <u>13,100,326</u> | <u>13,100,326</u> |
| Net assets | | <u>13,100,326</u> | <u>13,100,326</u> |
| Capital and reserves | | | |
| Called up share capital | 22 | 13,100,326 | 13,100,326 |
| | | <u>13,100,326</u> | <u>13,100,326</u> |

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 25 March 2022.

Andrew Neil Kay
Director

The notes on pages 17 to 34 form part of these financial statements.

A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

| | Called up share capital £ | Revaluation reserve £ | Other reserves £ | Profit and loss account £ | Total equity £ |
|--|---------------------------------|-----------------------------|---------------------|---------------------------------|-------------------|
| At 1 October 2020 | 13,100,326 | 2,401,055 | (13,094,158) | 10,998,264 | 13,405,487 |
| Comprehensive income for the period | | | | | |
| Profit for the period | - | - | - | 901,098 | 901,098 |
| | | | | | |
| Other comprehensive income for the period | - | - | - | - | - |
| | | | | | |
| Total comprehensive income for the period | - | - | - | 901,098 | 901,098 |
| | | | | | |
| At 30 September 2021 | 13,100,326 | 2,401,055 | (13,094,158) | 11,899,362 | 14,306,585 |

The notes on pages 17 to 34 form part of these financial statements.

A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2020**

| | Called up share capital £ | Revaluation reserve £ | Other reserves £ | Profit and loss account £ | Total equity £ |
|--|---------------------------------|-----------------------------|---------------------|---------------------------------|-------------------|
| At 1 October 2019 (as previously stated) | 13,100,326 | 679,247 | (13,094,158) | 9,568,846 | 10,254,261 |
| Prior year adjustment | - | - | - | 92,439 | 92,439 |
| At 1 October 2019 (as restated) | 13,100,326 | 679,247 | (13,094,158) | 9,661,285 | 10,346,700 |
| Comprehensive income for the year | | | | | |
| Profit for the year | - | - | - | 1,336,979 | 1,336,979 |
| Surplus on revaluation of freehold property | - | 1,721,808 | - | - | 1,721,808 |
| Total comprehensive income for the year | - | 1,721,808 | - | 1,336,979 | 3,058,787 |
| At 30 September 2020 | 13,100,326 | 2,401,055 | (13,094,158) | 10,998,264 | 13,405,487 |

The notes on pages 17 to 34 form part of these financial statements.

A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED

COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

| | Called up share capital £ | Total equity £ |
|--|---------------------------------|-------------------|
| Other comprehensive income for the year | - | - |
| Total comprehensive income for the year | - | - |
| Contributions by and distributions to owners | | |
| Shares issued during the year | 13,100,326 | 13,100,326 |
| Total transactions with owners | 13,100,326 | 13,100,326 |
| At 1 October 2020 | 13,100,326 | 13,100,326 |
| Total comprehensive income for the period | - | - |
| At 30 September 2021 | 13,100,326 | 13,100,326 |

The notes on pages 17 to 34 form part of these financial statements.

A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

| | 2021 £ | 2020 £ |
|---|------------------|------------------|
| Cash flows from operating activities | | |
| Profit for the financial period | 901,098 | 1,336,979 |
| Adjustments for: | | |
| Depreciation of tangible assets | 740,492 | 773,582 |
| Loss on disposal of tangible assets | (23,959) | 11,720 |
| Interest paid | 145,214 | 129,041 |
| Interest received | (7) | (1,030) |
| Taxation charge | 189,642 | 335,100 |
| (Increase)/decrease in stocks | (31,951) | 65,267 |
| (Increase)/decrease in debtors | (864,671) | 238,520 |
| (Decrease) in creditors | (481,977) | (469,169) |
| Net fair value re investment properties | - | (1,322,823) |
| Corporation tax (paid) | (78,338) | (25,548) |
| Net cash generated from operating activities | 495,543 | 1,071,639 |
| Cash flows from investing activities | | |
| Purchase of tangible fixed assets | (667,083) | (946,341) |
| Sale of tangible fixed assets | 151,300 | 72,337 |
| Purchase of investment properties | - | 77,823 |
| Interest received | 7 | 1,030 |
| HP interest paid | (24,550) | (25,125) |
| Net cash from investing activities | (540,326) | (820,276) |

A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED

CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

| | 2021 £ | 2020 £ |
|---|------------------|------------------|
| Cash flows from financing activities | | |
| Repayment of/new finance leases | (323,915) | (63,889) |
| Interest paid | (120,664) | (103,916) |
| Net cash used in financing activities | (444,579) | (167,805) |
| Net (decrease)/increase in cash and cash equivalents | (489,362) | 83,558 |
| Cash and cash equivalents at beginning of period | 624,729 | 541,171 |
| Cash and cash equivalents at the end of period | 135,367 | 624,729 |
| Cash and cash equivalents at the end of period comprise: | | |
| Cash at bank and in hand | 143,784 | 680,182 |
| Bank overdrafts | (8,417) | (55,453) |
| | 135,367 | 624,729 |

The notes on pages 17 to 34 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

1. General information

The company was incorporated in England and Wales on 6 March 2020. It's registered office is Parkside Garage, Old Stafford Road, Slade Heath, Wolverhampton, West Midlands, WV10 7PH. The principal activity of the company continues to be that of an investment holding company.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires Group management to exercise judgment in applying the Group's accounting policies (see note 3).

The Company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of income and retained earnings in these financial statements.

The following principal accounting policies have been applied:

2.2 Basis of consolidation

The consolidated financial statements present the results of the Company and its own subsidiaries ("the Group") as if they form a single entity. Intercompany transactions and balances between group companies are therefore eliminated in full.

The consolidated financial statements incorporate the results of business combinations using the purchase method. In the Statement of financial position, the acquiree's identifiable assets, liabilities and contingent liabilities are initially recognised at their fair values at the acquisition date. The results of acquired operations are included in the Consolidated statement of income and retained earnings from the date on which control is obtained. They are deconsolidated from the date control ceases.

In accordance with the transitional exemption available in FRS 102, the group has chosen not to retrospectively apply the standard to business combinations that occurred before the date of transition to FRS 102, being 01 October 2015.

On 10 August 2020 the company acquired K Investments Limited and ASK Developments Limited as part of a reorganisation. The introduction of this company constitutes a Group reconstruction and has been accounted for using the merger accounting principles. The group reconstruction did not become effective until 10 August 2020, the consolidated financial statements of ASK Developments (Midlands) Limited are presented as if K Investments Limited and ASK Developments Limited had always been part of the group for the entire year ended 30 September and 2020 are shown in the consolidated income statement and comparative figures for 2019 have been prepared on this basis.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

2. Accounting policies (continued)

2.3 Revenue

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

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Group will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.4 Operating leases: the Group as lessee

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

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight-line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

2.5 Interest income

Interest income is recognised in profit or loss using the effective interest method.

2.6 Finance costs

Finance costs are charged to profit or loss over the term of the debt using the effective interest 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.

2.7 Borrowing costs

All borrowing costs are recognised in profit or loss in the period in which they are incurred.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

2. Accounting policies (continued)

2.8 Pensions

Defined contribution pension plan

The Group operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Group pays fixed contributions into a separate entity. Once the contributions have been paid the Group has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of financial position. The assets of the plan are held separately from the Group in independently administered funds.

2.9 Current and deferred taxation

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company and the Group operate and generate income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the reporting date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits;
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met; and
- Where they relate to timing differences in respect of interests in subsidiaries, associates, branches and joint ventures and the Group can control the reversal of the timing differences and such reversal is not considered probable in the foreseeable future.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

2.10 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated 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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

2. Accounting policies (continued)

2.10 Tangible fixed assets (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, on the following basis.

Depreciation is provided on the following basis:

| | |
|-----------------------|----------------------------------|
| Freehold property | - straight line over fifty years |
| Plant and machinery | - 15% reducing balance |
| Motor vehicles | - 25% reducing balance |
| Fixtures and fittings | - 15% reducing balance |

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.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

2.11 Revaluation of tangible fixed assets

Individual freehold and leasehold properties are carried at current year value at fair value at the date of the revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. Revaluations are undertaken with sufficient regularity to ensure the carrying amount does not differ materially from that which would be determined using fair value at the reporting date.

Fair values are determined from market based evidence normally undertaken by professionally qualified valuers.

Revaluation gains and losses are recognised in other comprehensive income unless losses exceed the previously recognised gains or reflect a clear consumption of economic benefits, in which case the excess losses are recognised in profit or loss.

2.12 Investment property

Investment property is carried at fair value determined annually and derived from the current market rents and investment property yields for comparable real estate, adjusted if necessary for any difference in the nature, location or condition of the specific asset. No depreciation is provided. Changes in fair value are recognised in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

2. Accounting policies (continued)

2.13 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

Investments in unlisted Group shares, whose market value can be reliably determined, are remeasured to market value at each reporting date. Gains and losses on remeasurement are recognised in the Consolidated statement of income and retained earnings for the period. Where market value cannot be reliably determined, such investments are stated at historic cost less impairment.

2.14 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, stocks are assessed for impairment. If stock 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.

2.15 Debtors

Short-term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.16 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

In the Consolidated statement of cash flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the Group's cash management.

2.17 Creditors

Short-term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

2. Accounting policies (continued)

2.18 Provisions for liabilities

Provisions are made where an event has taken place that gives the Group a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to profit or loss in the year that the Group becomes aware of the obligation, and are measured at the best estimate at the reporting date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Statement of financial position.

2.19 Financial instruments

The Group only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

Derivatives, including interest rate swaps and forward foreign exchange contracts, are not basic financial instruments. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. Changes in the fair value of derivatives are recognised in profit or loss in finance costs or income as appropriate. The company does not currently apply hedge accounting for interest rate and foreign exchange derivatives.

3. Judgments in applying accounting policies and key sources of estimation uncertainty

To be able to prepare financial statements in accordance with FRS102, the Company must make certain estimates and judgments that have an impact on the policies and the amounts reported in the annual accounts. The estimates and judgments are based on historical experiences and other factors including expectations of future events that are believed to be reasonable at the time such estimates and judgments are made. Actual experience may vary from these estimates. The estimates and assumptions which have the most significant risk of causing a material adjustment to the carrying amounts of assets and liabilities are discussed below:

Depreciation and amortisation

The company accounts for depreciation and amortisation in accordance with FRS102. The depreciation and amortisation expense is the recognition of the decline in the value of the assets and allocation of the cost of the asset over the periods in which the asset will be used. Judgments are made on the estimated useful life of the assets which are regularly reviewed to reflect the changing environment.

Impairment of debtors

The Company makes an estimate of the recoverable value of trade and other debtors. When assessing impairment of trade and other debtors, management considers factors including the current credit rating of the debtor, the ageing profile of debtors and historical experience.

A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

4. Turnover

An analysis of turnover by class of business is as follows:

| | 2021 £ | 2020 £ |
|---------|------------------|------------------|
| Class 1 | 8,652,000 | 7,191,126 |
| | <u>8,652,000</u> | <u>7,191,126</u> |

Analysis of turnover by country of destination:

| | 2021 £ | 2020 £ |
|----------------|------------------|------------------|
| United Kingdom | 8,236,610 | 7,191,126 |
| Rest of Europe | 415,390 | - |
| | <u>8,652,000</u> | <u>7,191,126</u> |

5. Other operating income

| | 2021 £ | 2020 £ |
|---------------------------|----------------|----------------|
| Net rents receivable | 109,063 | 107,182 |
| Service charge receivable | 6,000 | 58,757 |
| Sundry income | 2,887 | 2,520 |
| | <u>117,950</u> | <u>168,459</u> |

6. Auditors' remuneration

| | 2021 £ | 2020 £ |
|---|--------------|--------------|
| Fees payable to the Group's auditor and its associates for the audit of the Group's annual financial statements | <u>7,500</u> | <u>7,925</u> |

A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

7. Employees

Staff costs, including directors' remuneration, were as follows:

| | Group 2021 £ | <i>Group 2020 £</i> | Company 2021 £ | <i>Company 2020 £</i> |
|-------------------------------------|-----------------------------|-----------------------------|-------------------------------|-------------------------------|
| Wages and salaries | 2,626,515 | 2,544,982 | - | - |
| Social security costs | 240,110 | 34,919 | - | - |
| Cost of defined contribution scheme | 78,014 | 64,949 | - | - |
| | <u>2,944,639</u> | <u>2,644,850</u> | <u>-</u> | <u>-</u> |

The average monthly number of employees, including the directors, during the period was as follows:

| | Group 2021 No. | <i>Group 2020 No.</i> | Company 2021 No. | <i>Company 2020 No.</i> |
|----------------------|-------------------------------|-------------------------------|---------------------------------|---------------------------------|
| Drivers and Workshop | 77 | 85 | - | - |
| Management | 2 | 2 | 2 | - |
| Administration | 15 | 14 | - | - |
| | <u>94</u> | <u>101</u> | <u>2</u> | <u>0</u> |

8. Directors' remuneration

| | 2021 £ | <i>2020 £</i> |
|-----------------------|----------------------|-------------------|
| Directors' emoluments | 61,440 | 56,105 |
| | <u>61,440</u> | <u>56,105</u> |

9. Interest receivable

| | 2021 £ | <i>2020 £</i> |
|---------------------------|-------------------|-------------------|
| Other interest receivable | 7 | 1,030 |
| | <u>7</u> | <u>1,030</u> |

A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

10. Interest payable and similar expenses

| | 2021 £ | 2020 £ |
|--|----------------|----------------|
| Bank interest payable | 1,164 | 1,916 |
| Other loan interest payable | 119,500 | 102,000 |
| Finance leases and hire purchase contracts | 24,550 | 25,125 |
| | <u>145,214</u> | <u>129,041</u> |

11. Taxation

| | 2021 £ | 2020 £ |
|--|----------------|----------------|
| Corporation tax | | |
| Current tax on profits for the year | 135,559 | 11,945 |
| Adjustments in respect of previous periods | 3 | (40) |
| | <u>135,562</u> | <u>11,905</u> |
| Total current tax | <u>135,562</u> | <u>11,905</u> |
| Deferred tax | | |
| Origination and reversal of timing differences | 54,080 | 323,195 |
| Total deferred tax | <u>54,080</u> | <u>323,195</u> |
| Taxation on profit on ordinary activities | <u>189,642</u> | <u>335,100</u> |

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

11. Taxation (continued)**Factors affecting tax charge for the period/year**

The tax assessed for the period/year is lower than (2020 - *higher than*) the standard rate of corporation tax in the UK of 19% (2020 - 19%). The differences are explained below:

| | 2021 £ | 2020 £ |
|--|-----------------------|------------------|
| Profit on ordinary activities before tax | <u>1,090,740</u> | <u>1,672,079</u> |
| Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2020 - 19%) | 207,241 | 317,695 |
| Effects of: | | |
| Expenses not deductible for tax purposes, other than goodwill amortisation and impairment | 779 | 57,000 |
| Utilisation of tax losses | (31,668) | (64,693) |
| Adjustments to tax charge in respect of prior periods | 3 | (40) |
| Other differences leading to an increase (decrease) in the tax charge | 13,287 | 25,138 |
| Total tax charge for the period/year | <u>189,642</u> | <u>335,100</u> |

Factors that may affect future tax charges

There are no factors that may affect future tax charges.

12. Parent company profit for the year

The Company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of income and retained earnings in these financial statements. The profit after tax of the parent Company for the period/year was £nil (2020 - £NIL).

A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

13. Tangible fixed assets

Group

| | Freehold property £ | Plant and machinery £ | Motor vehicles £ | Fixtures and fittings £ | Total £ |
|---------------------------------------|---------------------------|-----------------------------|---------------------|-------------------------------|-------------------|
| Cost or valuation | | | | | |
| At 1 October 2020 | 3,180,000 | 201,199 | 7,977,722 | 144,106 | 11,503,027 |
| Additions | - | - | 667,083 | - | 667,083 |
| Disposals | - | (45,449) | (1,507,278) | (16,449) | (1,569,176) |
| At 30 September 2021 | <u>3,180,000</u> | <u>155,750</u> | <u>7,137,527</u> | <u>127,657</u> | <u>10,600,934</u> |
| Depreciation | | | | | |
| At 1 October 2020 | - | 177,509 | 5,308,174 | 144,033 | 5,629,716 |
| Charge for the period on owned assets | - | 4,676 | 735,805 | 11 | 740,492 |
| Disposals | - | (45,449) | (1,379,999) | (16,387) | (1,441,835) |
| At 30 September 2021 | <u>-</u> | <u>136,736</u> | <u>4,663,980</u> | <u>127,657</u> | <u>4,928,373</u> |
| Net book value | | | | | |
| At 30 September 2021 | <u>3,180,000</u> | <u>19,014</u> | <u>2,473,547</u> | <u>-</u> | <u>5,672,561</u> |
| At 30 September 2020 | <u>3,180,000</u> | <u>23,689</u> | <u>2,669,548</u> | <u>73</u> | <u>5,873,310</u> |

The net book value of land and buildings may be further analysed as follows:

| | 2021 £ | 2020 £ |
|----------|------------------|------------------|
| Freehold | 3,180,000 | 3,180,000 |
| | <u>3,180,000</u> | <u>3,180,000</u> |

A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

Cost or valuation at 30 September 2021 is as follows:

| | Land and buildings £ |
|---|-------------------------------------|
| At cost | 854,910 |
| At valuation: | |
| Independent surveyor valuation on Bulleys on 1 March 2020 | <u>2,325,090</u> |
| | <u>3,180,000</u> |

If the land and buildings had not been included at valuation they would have been included under the historical cost convention as follows:

| | 2021 £ | 2020 £ |
|--------------------------|-----------------------|-----------------------|
| Group | | |
| Cost | 854,910 | 854,910 |
| Accumulated depreciation | (57,842) | (55,842) |
| Net book value | <u>797,068</u> | <u>799,068</u> |

14. Fixed asset investments

Group

| | Unlisted investments £ |
|--------------------------|---------------------------------------|
| Cost or valuation | |
| At 1 October 2020 | <u>82,500</u> |
| At 30 September 2021 | <u>82,500</u> |

A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

Company

**Investments in
subsidiary
companies
£**

Cost or valuation

At 1 October 2020

13,100,324

At 30 September 2021

13,100,324

Subsidiary undertakings

The following were subsidiary undertakings of the Company:

| Name | Class of shares | Holding |
|----------------------------|----------------------------|----------------|
| K Investments Limited | Ordinary | 100 % |
| A.S.K Developments Limited | Ordinary | 100 % |

The aggregate of the share capital and reserves as at 30 September 2021 and the profit or loss for the period ended on that date for the subsidiary undertakings was as follows:

| Name | Profit/(Loss) £ |
|----------------------------|----------------------------|
| K Investments Limited | 10,596 |
| A.S.K Developments Limited | 9,761,708 |

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

15. Investment property

Group

Freehold
investment
property
£

Valuation

At 1 October 2020

8,600,003

At 30 September 2021

8,600,003

The 2021 valuations were made by the directors, on an open market value for existing use basis.

At 30 September 2021

If the Investment properties had been accounted for under the historic cost accounting rules, the properties would have been measured as follows:

| | 2021 £ | 2020 £ |
|---------------|------------------|------------------|
| Historic cost | 5,005,651 | 5,005,651 |
| | <u>5,005,651</u> | <u>5,005,651</u> |

The 2021 valuations were made by the directors, on an open market value for existing use basis.

At 30 September 2021

16. Stocks

| | Group 2021 £ | Group 2020 £ |
|-------------------------------------|--------------------|--------------------|
| Raw materials and consumables | 5,597 | 3,528 |
| Finished goods and goods for resale | 65,974 | 36,093 |
| | <u>71,571</u> | <u>39,621</u> |

A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

17. Debtors

| | Group 2021 £ | <i>Group 2020 £</i> |
|--------------------------------|-----------------------------|-----------------------------|
| Trade debtors | 1,641,249 | 1,615,716 |
| Other debtors | 1,360,842 | 522,827 |
| Prepayments and accrued income | 350,615 | 386,195 |
| | <u>3,352,706</u> | <u><i>2,524,738</i></u> |

18. Cash and cash equivalents

| | Group 2021 £ | <i>Group 2020 £</i> | Company 2021 £ | <i>Company 2020 £</i> |
|--------------------------|-----------------------------|-----------------------------|-------------------------------|-------------------------------|
| Cash at bank and in hand | 143,784 | 680,182 | 2 | 2 |
| Less: bank overdrafts | (8,417) | (55,453) | - | - |
| | <u>135,367</u> | <u><i>624,729</i></u> | <u>2</u> | <u><i>2</i></u> |

19. Creditors: Amounts falling due within one year

| | Group 2021 £ | <i>Group 2020 £</i> |
|---|-----------------------------|-----------------------------|
| Bank overdrafts | 8,417 | 55,453 |
| Trade creditors | 623,567 | 692,158 |
| Corporation tax | 98,854 | 78,335 |
| Other taxation and social security | 384,145 | 378,388 |
| Obligations under finance lease and hire purchase contracts | 476,725 | 635,942 |
| Other creditors | 643,653 | 1,014,829 |
| Accruals and deferred income | 137,839 | 185,805 |
| | <u>2,373,200</u> | <u><i>3,040,910</i></u> |

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

20. Creditors: Amounts falling due after more than one year

| | Group 2021 £ | Group 2020 £ |
|--|--------------------|--------------------|
| Net obligations under finance leases and hire purchase contracts | 276,230 | 440,927 |
| | <u>276,230</u> | <u>440,927</u> |

The following liabilities were secured:

| | Group 2021 £ | Group 2020 £ |
|----------------|--------------------|--------------------|
| Hire purchase | 752,955 | 1,125,725 |
| Bank overdraft | 8,417 | 55,453 |
| | <u>761,372</u> | <u>1,181,178</u> |

Details of security provided:

The bank overdraft is secured by a legal charge over the freehold land and buildings on Planetary Road and by an unlimited guarantee given by A.S.K Developments Limited. The hire purchase liabilities are secured on the assets they relate to as per note 13 to the financial statements.

A.S.K. DEVELOPMENTS (MIDLANDS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

21. Deferred taxation

Group

| | 2021 £ | 2020 £ |
|---------------------------|----------------|----------------|
| At beginning of year | 913,030 | 589,835 |
| Charged to profit or loss | 54,080 | 323,195 |
| At end of year | 967,110 | 913,030 |

The provision for deferred taxation is made up as follows:

| | Group 2021 £ | Group 2020 £ |
|--------------------------------|--------------------|--------------------|
| Accelerated capital allowances | 967,110 | 944,700 |
| Tax losses carried forward | - | (31,670) |
| | 967,110 | 913,030 |

22. Share capital

| | 2021 £ | 2020 £ |
|--|-------------------|-------------------|
| Allotted, called up and fully paid | | |
| 13,100,326 (2020 13,100,326) Ordinary shares of £1.00 each | 13,100,326 | 13,100,326 |

23. Reserves

Profit and loss account

Included in the profit and loss reserve is an undistributable investment property revaluation reserve of £4,239,383.

24. Contingent liabilities

The company is a member of A.D. R&D LLP and is liable to contribute to the assets of the LLP in the event of a winding-up before 1st October 2021. The maximum liability in relation to this undertaking is £505,667. The company does not believe that a winding-up of the LLP is probable and has not made provision for the liability at 30 September 2021.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

25. Related party transactions

At the Reporting date the following amounts were due (to) / from connected parties, in which the directors held a material interest at the balance sheet date.

ASK Developments Limited owed K Transport Services (Midlands) Limited £1,200,192.

Amounts due to connected parties:

K Transport Services (Midlands) Limited owed Kay Properties (Midlands) Limited £231,389.

K Transport Services (Midlands) Limited owed K Investments £10,596.

Kay Properties (Midlands) Limited owed ASK DEvelopments Limited £440,520.

Loans to connected parties are interest free and repayable on demand

26. Limitation of Auditor's Liability

The company has entered into a liability limitation agreement, the principal terms being as follows:

Any liability is limited, pursuant to Section 537 of the Companies Act 2006, to no less than such amount as is considered fair and reasonable in each individual circumstance and to a maximum of ten times the level of the fee for the audit service being carried out.

The resolution approving this agreement is dated 12 April 2021.

27. Post balance sheet events

On the 4th January 2022 the group went through a demerger process. From this date ASK Developments Limited and K Transport Services (Midlands) Limited were no longer members of the group.

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.