

Vellacine Limited

Financial Statements for the Year Ended 31 May 2022

DIRECTORS:

K C Ferreira-Nayler
D M Johnson
L F Vanstone
M B Williams

REGISTERED OFFICE:

Hadfield Road
Leckwith
Cardiff
CF11 8AQ

REGISTERED NUMBER:

01366398 (England and Wales)

ACCOUNTANTS:

BPU Limited
Chartered Accountants
Radnor House
Greenwood Close
Cardiff Gate Business Park
Cardiff
CF23 8AA

BANKERS:

Handelsbanken
3 Oldfield Road
Bocam Park
Bridgend
CF35 5LJ

**Chartered Accountants' Report to the Board of Directors
on the Unaudited Financial Statements of
Vellacine Limited**

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Vellacine Limited for the year ended 31 May 2022 which comprise the Profit and Loss Account, Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of Vellacine Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Vellacine Limited and state those matters that we have agreed to state to the Board of Directors of Vellacine Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Vellacine Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Vellacine Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Vellacine Limited. You consider that Vellacine Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Vellacine Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

BPU Limited
Chartered Accountants

28 February 2023

Balance Sheet
31 May 2022

		2022		2021	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible assets	3		11,365		14,426
CURRENT ASSETS					
Stocks and work in progress		190,488		174,735	
Debtors	4	2,360,660		2,413,816	
Cash at bank and in hand		290,214		326,508	
		<u>2,841,362</u>		<u>2,915,059</u>	
CREDITORS					
Amounts falling due within one year	5	<u>1,072,637</u>		<u>1,153,401</u>	
NET CURRENT ASSETS			<u>1,768,725</u>		<u>1,761,658</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,780,090		1,776,084
CREDITORS					
Amounts falling due after more than one year	6		(30,747)		(40,493)
PROVISIONS FOR LIABILITIES	7		<u>(145,839)</u>		<u>(147,243)</u>
NET ASSETS			<u>1,603,504</u>		<u>1,588,348</u>
CAPITAL AND RESERVES					
Called up share capital			49,999		49,999
Retained earnings			<u>1,553,505</u>		<u>1,538,349</u>
SHAREHOLDERS' FUNDS			<u>1,603,504</u>		<u>1,588,348</u>

The notes form part of these financial statements

Balance Sheet - continued
31 May 2022

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 May 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2022 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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 Profit and Loss Account has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 28 February 2023 and were signed on its behalf by:

M B Williams - Director

**Notes to the Financial Statements
for the Year Ended 31 May 2022**

1. 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

Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts, in relation to the provision of double glazing services and associated products.

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	- 20% straight line
Motor vehicles	- 25% straight line

Stocks and work in progress

Stock is valued at the lower of cost and net realisable value. Work in progress is recognised by reference to the stage of completion at the year end.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and Loss Account, 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.

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.

**Notes to the Financial Statements - continued
for the Year Ended 31 May 2022**

1. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

Pension costs

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.

Warranty provisions

All manufactured products carry formal guarantees of satisfactory performance of varying periods following their purchase by customers. Provision is made for the estimated cost of honouring unexpired warranties.

2. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 31 (2021 - 30) .

3. TANGIBLE FIXED ASSETS

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 June 2021	236,082	149,717	385,799
Additions	2,817	1,300	4,117
At 31 May 2022	<u>238,899</u>	<u>151,017</u>	<u>389,916</u>
DEPRECIATION			
At 1 June 2021	226,106	145,267	371,373
Charge for year	5,490	1,688	7,178
At 31 May 2022	<u>231,596</u>	<u>146,955</u>	<u>378,551</u>
NET BOOK VALUE			
At 31 May 2022	<u>7,303</u>	<u>4,062</u>	<u>11,365</u>
At 31 May 2021	<u>9,976</u>	<u>4,450</u>	<u>14,426</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 May 2022**

4. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade debtors	344,947	356,773
Amounts owed by group undertakings	1,710,732	1,599,768
Amounts recoverable on contract	296,708	404,412
Other debtors & prepayments	8,273	52,863
	<u>2,360,660</u>	<u>2,413,816</u>

5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Bank loans and overdrafts	9,747	9,507
Hire purchase contracts	-	2,864
Trade creditors	443,510	387,622
Taxes & social security costs	44,046	159,763
Other creditors, accruals & deferred income	575,334	593,645
	<u>1,072,637</u>	<u>1,153,401</u>

The hire purchase contracts are secured over the assets concerned.

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

	2022	2021
	£	£
Bank loans	<u>30,747</u>	<u>40,493</u>

7. PROVISIONS FOR LIABILITIES

	2022	2021
	£	£
Deferred tax	3,000	3,000
Warranty provision	<u>142,839</u>	<u>144,243</u>
	<u>145,839</u>	<u>147,243</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 May 2022**

7. PROVISIONS FOR LIABILITIES - continued

	Deferred tax £	Warranty Provision £
Balance at 1 June 2021	3,000	144,243
(Credit)/charge to the profit & loss account the during year	-	(1,404)
Balance at 31 May 2022	<u>3,000</u>	<u>142,839</u>

8. GUARANTEES AND OTHER FINANCIAL COMMITMENTS

The company had total guarantees and commitments at the balance sheet date of **£14,239** (2021 - £30,475).

9. PARENT UNDERTAKING

The immediate parent undertaking is Urbanspire Holdings Limited and the ultimate parent undertaking is MLKD Ltd.

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.