

Forward Contracting (UK) Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 30 November 2022

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Forward Contracting (UK) Limited

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Forward Contracting (UK) Limited

Company Information

Director M Ward

Registered office Unit 4
Courtney Commercial Business Park
Courtney Street
Hull
HU8 7QF

Forward Contracting (UK) Limited

(Registration number: 08023149)

Balance Sheet as at 30 November 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	<u>4</u>	125,383	165,184
Current assets			
Stocks	<u>5</u>	328,093	1,995
Debtors	<u>6</u>	1,516,266	1,329,868
Cash at bank and in hand		<u>1,445,254</u>	<u>595,189</u>
		3,289,613	1,927,052
Creditors: Amounts falling due within one year	<u>7</u>	<u>(1,263,025)</u>	<u>(814,293)</u>
Net current assets		<u>2,026,588</u>	<u>1,112,759</u>
Total assets less current liabilities		2,151,971	1,277,943
Creditors: Amounts falling due after more than one year	<u>7</u>	(82,140)	(109,870)
Provisions for liabilities		<u>(31,345)</u>	<u>(31,385)</u>
Net assets		<u><u>2,038,486</u></u>	<u><u>1,136,688</u></u>
Capital and reserves			
Called up share capital		100	100
Retained earnings		<u>2,038,386</u>	<u>1,136,588</u>
Shareholders' funds		<u><u>2,038,486</u></u>	<u><u>1,136,688</u></u>

For the financial year ending 30 November 2022 the Company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the Company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the director on 11 August 2023

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M Ward

Director

The notes on pages 3 to 8 form an integral part of these financial statements.

Forward Contracting (UK) Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 November 2022

1 General information

The company is a private company limited by share capital incorporated in England and Wales and the company registration number is 08023149.

The address of its registered office is:

Unit 4

Courtney Commercial Business Park

Courtney Street

Hull

HU8 7QF

These financial statements were authorised for issue by the director on 11 August 2023.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The financial statements have been prepared in sterling and are rounded to the nearest pound.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the provision of construction services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tax

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

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 operates and generates taxable income.

Forward Contracting (UK) Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 November 2022

Deferred tax represents the future tax consequences of transactions and events recognised in the financial statements of current and previous periods. It is recognised in respect of all timing differences, with certain exceptions. Timing differences are differences between taxable profits and total comprehensive income as stated in the financial statements that arise from the inclusion of income and expense in tax assessments in periods different from those in which they are recognised in the financial statements. 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.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of timing differences. Deferred tax on revalued non-depreciable tangible fixed assets and investment properties is measured using the rates and allowances that apply to the sale of the asset.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Computer Equipment	25% on cost
Plant and Equipment	20% on cost
Fixtures and Fittings	20% on cost

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are 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.

Forward Contracting (UK) Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 November 2022

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the Company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the profit and loss account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the profit and loss account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the Company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the Company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Forward Contracting (UK) Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 November 2022

3 Staff numbers

The average number of persons employed by the Company (including the Director) during the year, was 2 (2021 - 2).

4 Tangible assets

	Fixtures and fittings £	Plant and machinery £	Office equipment £	Total £
Cost or valuation				
At 1 December 2021	125	209,750	14,469	224,344
Disposals	-	(58,678)	-	(58,678)
At 30 November 2022	125	151,072	14,469	165,666
Depreciation				
At 1 December 2021	125	48,727	10,308	59,160
Charge for the year	-	15,814	1,983	17,797
Eliminated on disposal	-	(36,674)	-	(36,674)
At 30 November 2022	125	27,867	12,291	40,283
Carrying amount				
At 30 November 2022	-	123,205	2,178	125,383
At 30 November 2021	-	161,023	4,161	165,184

5 Stocks

	2022 £	2021 £
Other inventories	328,093	1,995

6 Debtors

	2022 £	2021 £
Current		
Trade debtors	579,534	226,565
Prepayments	3,649	10,176
Other debtors	933,083	1,093,127
	1,516,266	1,329,868

Forward Contracting (UK) Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 November 2022

7 Creditors

Creditors: amounts falling due within one year

	Note	2022 £	2021 £
Due within one year			
Loans and borrowings	8	28,367	27,934
Trade creditors		369,797	279,901
Taxation and social security		720,305	311,873
Other creditors		140,955	191,443
Accruals and deferred income		3,601	3,142
		<u>1,263,025</u>	<u>814,293</u>

Creditors: amounts falling due after more than one year

	Note	2022 £	2021 £
Due after one year			
Loans and borrowings	8	<u>82,140</u>	<u>109,870</u>

8 Loans and borrowings

	2022 £	2021 £
Non-current loans and borrowings		
Bank borrowings	25,490	35,000
Obligations under hire purchase and lease contracts	<u>56,650</u>	<u>74,870</u>
	<u>82,140</u>	<u>109,870</u>

	2022 £	2021 £
Current loans and borrowings		
Bank borrowings	9,877	10,000
Obligations under hire purchase and lease contracts	<u>18,490</u>	<u>17,934</u>
	<u>28,367</u>	<u>27,934</u>

Bank borrowings are unsecured and attract annual interest of 2.5%. Obligations due under hire purchase and finance agreements are secured against the assets to which they relate.

Forward Contracting (UK) Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 November 2022

9 Related party transactions

Transactions with the Director

	At 1 December 2021 £	Advances to Director £	Repayments by Director £	At 30 November 2022 £
2022				
M Ward				
Interest free loan, repayable on demand	710,791	157,500	(157,487)	710,804

Other transactions with directors

At the year end, the amount due from the Director was £710,804 (2021: £710,791). The amount is unsecured, interest-free and repayable on demand.

Summary of transactions with other related parties

Wardlet DM Limited is a company also under the control of the director, M Ward.

At the year end, Wardlet DM Limited owed Forward Contracting UK Limited £37,482 (2021: £197,543). The amount is un-secured, interest free and repayable on demand.

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.