Company Registration No. 11635921 (England and Wales)

GADCAP TECHNICAL SOLUTIONS LIMITED

UNAUDITED FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2019

PAGES FOR FILING WITH REGISTRAR

GADCAP TECHNICAL SOLUTIONS LIMITED

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GADCAP TECHNICAL SOLUTIONS LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2019

	Notes	2019 £	£
Fixed assets			
Intangible assets	**3**		3,298,735
Tangible assets	**4**		439,147
			3,737,882
Current assets			
Stocks		169,551	
Debtors	**5**	534,346	
Cash at bank and in hand		1,479,687	
		2,183,584	
Creditors: amounts falling due within one year	**6**	(376,223)	
Net current assets			1,807,361
Total assets less current liabilities			5,545,243
Creditors: amounts falling due after more than one year	**7**		(5,004,000)
Provisions for liabilities			(754)
Net assets			540,489
Capital and reserves			
Called up share capital	**8**		100
Profit and loss reserves			540,389
Total equity			540,489

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial period ended 31 December 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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

The members have not required the company to obtain an audit of its financial statements for the period in question in accordance with section 476.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2019

The financial statements were approved by the board of directors and authorised for issue on 14 April 2020 and are signed on its behalf by:

Mr M Baker
Director

Mr P Seccombe
Director

Company Registration No. 11635921

1 Accounting policies

Company information

Gadcap Technical Solutions Limited (company no. 11635921) is a private company limited by shares incorporated in England and Wales. The registered office is 3 Rutherford Road, Stephenson Industrial Estate, Washington, Tyne & Wear, NE37 3HX.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary a mounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

1.3 Intangible fixed assets - goodwill

Goodwill represents the excess of the cost of acquisition of the net assets and trade from an incorporated business over the fair value of the net assets and trade acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is considered to have a finite useful life and is amortised on a systematic basis over its expected life, which is 10 years.

1.4 Intangible fixed assets other than goodwill

Intangible assets comprise the knowhow, brand and intellectual property rights acquired separately from an incorporated business. They are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Business IP & rights	10% straight line
Knowhow and brand	10% straight line

1 Accounting policies **(Continued)**

1.5 Tangible fixed assets

Tangible fixed assets are measured at cost, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and machinery etc	10% - 50% straight line

1.6 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

1.7 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand.

1.8 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are measured at transaction price including transaction costs.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors and loans, are recognised at transaction price.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Trade creditors are recognised at transaction price.

1 Accounting policies **(Continued)**

1.9 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences. Such liabilities are not recognised if the timing difference arises from goodwill.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged in the profit and loss account. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.10 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.12 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease.

1.13 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the profit and loss account for the period.

2 Employees

The average monthly number of persons (including directors) employed by the company during the period was 12.

3 **Intangible fixed assets**

	Goodwill	Other	Total
	£	£	£
Cost			
At 22 October 2018	-	-	-
Additions	1,181,635	2,450,000	3,631,635
At 31 December 2019	1,181,635	2,450,000	3,631,635
Amortisation and impairment			
At 22 October 2018	-	-	-
Amortisation charged for the period	108,316	224,584	332,900
At 31 December 2019	108,316	224,584	332,900
Carrying amount			
At 31 December 2019	1,073,319	2,225,416	3,298,735

4 **Tangible fixed assets**

	Plant and machinery etc
	£
Cost	
At 22 October 2018	-
Additions	538,939
At 31 December 2019	538,939
Depreciation and impairment	
At 22 October 2018	-
Depreciation charged in the period	99,792
At 31 December 2019	99,792
Carrying amount	
At 31 December 2019	439,147

5 **Debtors**

	2019
Amounts falling due within one year:	£
Trade debtors	396,130
Other debtors	138,216
	534,346

6 Creditors: amounts falling due within one year

	2019 £
Trade creditors	41,024
Corporation tax	133,218
Other taxation and social security	29,144
Other creditors	172,837
	376,223

7 Creditors: amounts falling due after more than one year

	2019 £
Other creditors	5,004,000

Included in "other creditors" is a loan balance of £5,004,000 which is secured with a fixed and floating charge and a negative pledge covering all the property or undertaking of the company. The loan is not fixed to any formal repayment terms and the directors confirm that the loan will not be fully repaid within the next 12 months. Interest is charged and paid quarterly.

8 Called up share capital

	2019 £
Ordinary share capital	
Issued and fully paid	
100 Ordinary shares of £1 each	100

9 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

	2019 £
	9,367

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