

Silcoa

ANNUAL REPORT 2019/20



The opening of our new offices in Melksham

Silcoa Limited

Report and Financial Statements

Year Ended

31 March 2020

Company Number 08987164

Silcoa Limited

Report and financial statements for the year ended 31 March 2020

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Directors

Claudia Bailey to 1 May 2019

Richard Britton to 1 May 2019

Chris Butters to 1 May 2019

Martin Large **

Sheila Lewis to 1 May 2019 and from 2 October 2019 *

Lee O'Bryan to 1 May 2019

Martin Pain to 2 October 2019

Bridget Wayman to 2 October 2019

Valerie Witcomb to 1 May 2019

Richard Yates from 2 October 2019

*chair to 1 May 2019

** chair from 1 May 2019

Secretary and registered office

Diane Patricia Hall

Bryer Ash Business Park

Bradford Road Trowbridge

Wiltshire

BA14 8RT

Company number

08987164

Auditor

Beever & Struthers

20 Colmore Circus

Queensway

Birmingham, B4 6AT

Silcoa Limited

Report and financial statements for the year ended 31 March 2020

The directors present their report together with the audited financial statements for the year ended 31 March 2020.

Directors' responsibilities

The directors are responsible for preparing the directors' report and the 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 United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 of the profit or loss of the company for that period.

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

- select suitable accounting policies and then apply them consistently;
- make judgements 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 company 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 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Silcoa Limited

Report and financial statements for the year ended 31 March 2020

Auditor

All the current directors have taken all the steps that they ought to have taken to make themselves aware of any information needed by the company's auditor for the purposes of its audit and to establish that the auditor is aware of that information. The directors are not aware of any relevant audit information of which the auditor is unaware.

In preparing this directors' report advantage has been taken of the small companies' exemption provided by section 415A of the Companies Act 2006

By order of the Board

A handwritten signature in blue ink, appearing to read 'Diane Hall', is written over a light blue grid background.

**Diane Hall
Secretary**

Date 8 July 2020

Silcoa Limited

Independent auditor's report

INDEPENDENT AUDITOR'S REPORT TO MEMBERS OF SILCOA LIMITED

Opinion

We have audited the financial statements of Silcoa Limited ("the Company") for the year ended 31 March 2020 which comprise Statement of comprehensive income, Statement of changes in equity, Statement of financial position and the notes to the financial statements, 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 Company's affairs as at 31 March 2020 and of its profit for the year 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 opinion

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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC'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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

Silcoa Limited

- the Directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The Directors are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our auditor's report thereon. 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.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

We have nothing to report in this regard.

Opinions 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 Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' report has 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 Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Director's report.

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;

Silcoa Limited

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- 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; or
- we have not received all the information and explanations we require for our audit; or
- the Directors were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the Directors' report and from the requirement to prepare a Strategic report.

Responsibilities of Directors

As explained more fully in the Directors' responsibilities, 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 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 Company or to cease operations, or have no realistic alternative but to do so.

Auditor's 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 auditor's 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 financial statements.

A further description of our responsibilities for the audit of the financial statements is located at the Financial Reporting Council's website at:

<https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Silcoa Limited

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 auditor's 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.



Lee Cartwright (Senior Statutory Auditor)
For and on behalf of Beever and Struthers, Statutory Auditor
St George's House
215-219 Chester Road
Manchester
M15 4JE

16 July 2020

Silcoa Limited

Statement of comprehensive income for the year ended 31 March 2020

		2020	2019
	Note	£'000	£'000
Turnover		8,725	7,746
Cost of sales		(6,068)	(5,036)
Gross profit		2,657	2,710
Administrative Expenses		(2,640)	(2,393)
Operating profit	5	17	317
Other interest receivable and similar income		7	5
Profit on ordinary activities before taxation		24	322
Taxation on profit from ordinary activities	6	1	(9)
Total comprehensive income for the year		25	313

The notes on pages 10 to 18 form part of these financial statements

Silcoa Limited

Statement of changes in equity for the year ended 31 March 2020

	Called up share capital £'000	I&E Reserve £'000	Total Equity £'000
Opening funds April 2019	100	360	460
Total comprehensive income for the year	0	25	25
Gift aid donation	0	(328)	(328)
Closing funds March 2020	100	57	157

	Called up share capital £'000	I&E Reserve £'000	Total Equity £'000
Opening funds April 2018	100	354	454
Total comprehensive income for the year	0	313	313
Gift aid donation	0	(307)	(307)
Closing funds March 2019	100	360	460

The notes on pages 10 to 18 form part of these financial statements.

Silcoa Limited

Company Number 08987164 Statement of financial Position as at 31 March 2020

		2020	2019
	Note	£'000	£'000
Fixed assets			
Tangible assets	7	0	2
Current assets			
Stocks	8	134	121
Debtors	9	443	429
Cash and cash equivalents	10	558	698
		<u>1,135</u>	<u>1,248</u>
Creditors: amounts falling due within one year	11	<u>(978)</u>	<u>(790)</u>
Net current assets		157	458
		<u>157</u>	<u>460</u>
Total assets less current liabilities		157	460
		<u>157</u>	<u>460</u>
Capital and reserves			
Called up share capital	12	100	100
Revenue reserves		57	360
		<u>157</u>	<u>460</u>
Shareholders' funds		157	460
		<u>157</u>	<u>460</u>

These financial statements have been prepared in accordance with the provisions applicable to companies' subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A – small entities.

The financial statements were approved by the Board of Directors and authorised for issue on 8 July 2020.



Martin Large
Chair

The notes on pages 10 to 18 form part of these financial statements.

Silcoa Limited
Notes to the financial statements
for the year ended 31 March 2020

1 Accounting policies

Silcoa Limited is a private company limited by shares incorporated in England and Wales under Companies Act 2006. The address of the registered office is Bryer Ash Business Park, Bradford Road, Trowbridge, BA14 8RT. The nature of the company's operations and its principal activity during the year was the provision of repairs and maintenance services to Selwood Housing properties.

The financial statements have been prepared under the historical cost convention and in accordance with Section 1A of FRS102 the Financial Reporting Standard applicable in the UK and Republic of Ireland and Companies Act 2006.

The following principal accounting policies have been applied:

Turnover

Turnover is the value of services supplied exclusive of value added tax and is recognised when work is completed.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Cost includes the purchase price of the asset and any costs incurred in bringing the asset into use. Depreciation is provided to write off the cost of tangible fixed assets, less their residual values, over their expected useful lives on the following bases:

- Plant and Equipment (where costs exceed £2k) - 5 years straight line

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is based on the cost of purchase on a first in, first out basis. Net realisable value is based on estimated selling price less additional costs to completion and disposal.

Operating leases

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

Silcoa Limited
Notes to the financial statements
for the year ended 31 March 2020

Accounting policies (continued)

Pension costs

Contributions to the company's defined contribution pension scheme are charged to the statement of comprehensive income in the period in which they become payable. The assets of the scheme are held separately in an independently administered fund.

Financial instruments

The company only enters into basic financial instruments 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 and loans to related parties.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in case of an out-right short-term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the statement of comprehensive income.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

Silcoa Limited
Notes to the financial statements
for the year ended 31 March 2020

Accounting policies (continued)

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the company would receive for the asset if it were to be sold at the reporting date.

Financial assets and liabilities are offset, and the net amount reported in the statement of financial position when there is an 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.

Qualifying Charitable Donations

The company is a subsidiary of a charitable registered provider of social housing and intends to make qualifying charitable donations of an amount equal to the taxable profits to charities within the Selwood Housing group within nine months of the year end in each financial year. As these amounts represent distributions they are recognised the company's reserves in the year in which they are declared.

A tax charge and liability will not be recognised in relation to the taxable profits of the subsidiaries where a gift aid payment within nine months of the year end is probable.

Cash and cash equivalents

Cash and cash equivalents consists of cash at bank and deposits with an original maturity of 95 days or less.

2 Judgements in applying accounting policies and key sources of estimation uncertainty

In preparing the financial statements the directors do not consider they have made any material judgements. There are no significant sources of estimation uncertainty.

Silcoa Limited
Notes to the financial statements
for the year ended 31 March 2020

3 Directors' remuneration

The directors received no remuneration from the company during the year. All directors are remunerated by Selwood Housing Society Limited, the company's parent.

4 Employees

	2020	2019
	Number	Number
Average number of employees	127	110

5 Operating profit

	2020	2019
	£'000	£'000
This has been arrived at after charging		
Depreciation	1	1
Auditor's remuneration	5	2
Other operating lease rentals	190	170

Silcoa Limited
Notes to the financial statements
for the year ended 31 March 2020

6 Taxation on profit from ordinary activities

	2020	2019
	£'000	£'000
<i>Current tax</i>		
UK corporation tax on profits for the period	(1)	0
Prior year tax charge (year to 31 March 2019)	0	9
Adjustments in respect of prior periods	(0)	0
<i>Deferred tax</i>		
Origination and reversal of timing differences	0	0
Tax (credit)/charge on profit on ordinary activities	(1)	9

7 Tangible Assets

	Plant and equipment £'000
<i>Cost</i>	
At 1 April 2019	7
Additions	0
Disposals	(1)
Cost at 31 March 2020	6
<i>Depreciation</i>	
at 1 April 2019	5
Charged in year	1
at 31 March 2020	6
<i>Net book value</i>	
At 31 March 2020	0
At 31 March 2019	2

Silcoa Limited
Notes to the financial statements
for the year ended 31 March 2020

8 Stocks

	2020	2019
	£'000	£'000
Raw materials and consumables	49	35
Work in progress	85	86
	134	121

9 Debtors

	2020	2019
	£'000	£'000
Other debtors	6	5
Amounts owed by group undertakings	277	299
Prepayments	109	93
Accrued income	51	32
	443	429

10 Cash and cash equivalents

	2020	2019
	£'000	£'000
Cash	558	345
95-day deposit account	0	353
	558	698

Silcoa Limited
Notes to the financial statements
for the year ended 31 March 2020

11 Creditors: amounts falling due within one year

	2020	2019
	£'000	£'000
Trade creditors	213	253
Other taxation and social security	79	77
Other creditors	23	13
Accruals	254	146
Deferred income	409	301
	<hr/>	<hr/>
	978	790

12 Called up share capital

	2020	2019
	£'000	£'000
Allotted, issued and fully paid		
100,000 ordinary shares of £1 each	100	100
	<hr/>	<hr/>

Silcoa Limited
Notes to the financial statements
for the year ended 31 March 2020

13 Commitments under operating leases

As at 31 March 2020, the company had future minimum lease payments under non-cancellable operating leases as set out below:

	2020	2019
	Other	Other
	£'000	£'000
Operating leases which expire:		
Within one year	370	170
In two to five years	979	362
	<u>1,349</u>	<u>532</u>

14 Pension commitments

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £142,407 (2019: £80,019). Contributions totalling £12,040 (2019: £7,284) were payable to the fund at the year end.

15 Related party transactions

The company receives management and other services from its parent company, Selwood Housing Society Limited, under the terms of documented service level agreements and provides services to Selwood Housing Society Limited.

The company has taken advantage of the exemption conferred by section 33.1A of FRS102 not to disclose transactions with members of the group headed by Selwood Housing Society Limited on the grounds that 100% of the voting rights in the company are controlled within that group.

Silcoa Limited
Notes to the financial statements
for the year ended 31 March 2020

16 Ultimate parent undertaking and controlling party

The company's immediate and ultimate parent undertaking and controlling party is Selwood Housing Society Limited. Selwood Housing Society Limited is the parent of both the smallest and largest groups into which the company's financial statements are consolidated. The address of Selwood Housing Society Limited's registered office is Bryer Ash Business Park, Bradford Road, Trowbridge, Wiltshire, BA14 8RT.

Copies of the consolidated financial statements of Selwood Housing Society Limited are available from Companies House, Crown Way, Cardiff, CF14 3UZ.