

Registration number: 07064393

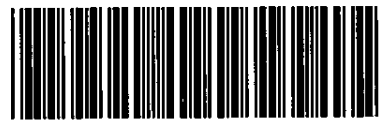
Heightsafe Systems Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 December 2021

Beever and Struthers
One Express
1 George Leigh Street
Manchester
M4 5DL

THURSDAY



A09 *ABWJHAAQ* #69
02/02/2023
COMPANIES HOUSE

Heightsafe Systems Limited

Contents

Company Information	1
Strategic Report	2
Directors' Report	3 to 5
Accountants' Report	6
Income Statement	7
Statement of Comprehensive Income	8
Statement of Financial Position	9
Statement of Changes in Equity	10
Statement of Cash Flows	11
Notes to the Unaudited Financial Statements	12 to 21

Heightsafe Systems Limited

Company Information

Directors	Mr D J Tracey Mr J Tucker Mr N A Russ Mr M Dolan Mr C Diable Mr C Milburn Mr C Diable
Registered office	Unit A2 Cradley Business Park Overend Road Cradley Heath B64 7DW
Accountants	Beever and Struthers One Express 1 George Leigh Street Manchester M4 5DL

Heightsafe Systems Limited

Strategic Report for the Year Ended 31 December 2021

The directors present their strategic report for the year ended 31 December 2021.

Principal activity

The principal activity of the company is the provision and recertification of safety equipment and access solutions, and the provision of roofing and cladding services.

Fair review of the business

The profit for the year, after taxation, was £534,070 (2020: £1,368,317).

During the year under review, the shares of the business were sold to a newly incorporated holding company Heightsafe Holdings Limited, shares of which in turn were sold to K.I.G. Ltd, the acquisition vehicle for the Kee Safety Group of which Heightsafe is now a member.

The company's key financial and other performance indicators during the year were as follows:

Financial KPIs	Unit	2021	2020
Gross profit margin	%	17	26
Net assets as a % of current liabilities	%	1	2

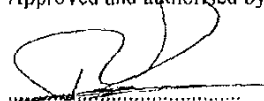
Principal risks and uncertainties

Commodity Price Risk – The company's exposure to the price of various commodities is high, therefore selling prices are monitored regularly to reduce the impact of such a risk. Opportunities to reduce material cost and content are explored constantly.

Liquidity Risk – Following acquisition, the company's policy is to ensure continuity of funding through generating cash from its trading operations and arranging funding for operations via the group's medium and long term external banking facilities and loan notes from shareholders.

Future Expectations – the company intends to continue a medium term strategy of profitable and cash generative growth within the safety sector. The company will continue to invest in its regional and product-led expansion and build upon the growth of prior years.

Approved and authorised by the Board on 20/12/22 and signed on its behalf by:



Mr J Tucker
Director

Heightsafe Systems Limited

Directors' Report for the Year Ended 31 December 2021

The directors present their report and the financial statements for the year ended 31 December 2021.

Results and dividends

The profit for the year, after taxation, was £534,070 (2020: £1,368,317).

Dividends paid during the year totalled £1,750,469 (2020: £283,200) and the directors do not recommend the payment of a final dividend.

Director of the company

The directors who held office during the year were as follows:

Mr D J Tracey (appointed 12 November 2021)

Mrs M Diable (resigned 12 November 2021)

Mr J Tucker

Mr N A Russ (appointed 12 November 2021)

Mr M Dolan (appointed 12 November 2021)

Mr K Diable (resigned 12 November 2021)

Mr C Diable

Mr C Milburn (appointed 12 November 2021)

Mr C Diable

Information included in the Strategic Report

The company has chosen in accordance with section 414C(11) of the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 to set out in the company's strategic report information required by schedule 7 of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008. The review of the company and a discussion of the principle risks and uncertainties faced by the company has been included in the strategic report.

Employee involvement

The company has a loyal workforce and does not experience significant staff turnover or labour relation problems. Performance and attendance is monitored and recorded forming an important part of employee assessment.

Going concern

The directors have a reasonable expectation that the company has adequate financial resources to continue in operational existence for the foreseeable future being a period of not less than twelve months from the date of approval of this Annual report and financial statements. The director of the group have prepared details cashflow forecasts extending to December 2023 which demonstrate that the group will have sufficient funds available to meet its obligations as they fall due for a period of not less than twelve months from the date of approval of these financial statements. The directors have therefore prepared the financial statements on a going concern basis.

Heightsafe Systems Limited

Directors' Report for the Year Ended 31 December 2021

Directors' responsibilities statement

The directors are responsible for preparing the Strategic Report, 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) including FRS 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 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 apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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.

To the best of our knowledge:

- the financial statements, prepared in accordance with United Kingdom Generally Accepted Accounting Practice, give a true and fair view of the assets, liabilities, financial position and profit or loss of the Company;
- and the Directors' Report include a fair review of the development and performance of the business and the position of the Company, together with a description of the principal risks and uncertainties that it faces.

Exemption from audit

For the year ending 31 December 2021 the Company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

Directors'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 directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

Heightsafe Systems Limited

Directors' Report for the Year Ended 31 December 2021

Approved and authorised by the Board on 20/12/22 and signed on its behalf by:



Mr J Tucker
Director

**Chartered Accountants' Report to the Board of Directors on the Preparation of the
Unaudited Statutory Accounts of
Heightsafe Systems Limited
for the Year Ended 31 December 2021**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Heightsafe Systems Limited for the year ended 31 December 2021 as set out on pages 7 to 21 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 at <http://www.icaew.com/regulation>.

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

It is your duty to ensure that Heightsafe Systems Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Heightsafe Systems Limited. You consider that Heightsafe Systems 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 accounts of Heightsafe Systems 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 accounts.

Beever and Struthers

Beever and Struthers
One Express
1 George Leigh Street
Manchester
M4 5DL

Date:..... 20/12/22

Heightsafe Systems Limited

Income Statement for the Year Ended 31 December 2021

	Note	2021 £	2020 £
Turnover	3	14,048,787	12,789,021
Cost of sales		<u>(11,633,925)</u>	<u>(9,516,320)</u>
Gross profit		2,414,862	3,272,701
Administrative expenses		(1,808,090)	(1,545,104)
Other operating income	4	<u>24,975</u>	<u>5,537</u>
Operating profit	6	<u>631,747</u>	<u>1,733,134</u>
Other interest receivable and similar income	7	46	33
Interest payable and similar expenses	8	<u>(14,709)</u>	<u>(42,743)</u>
		<u>(14,663)</u>	<u>(42,710)</u>
Profit before tax		617,084	1,690,424
Tax on profit	10	<u>(66,213)</u>	<u>(322,107)</u>
Profit for the financial year		<u>550,871</u>	<u>1,368,317</u>

The above results were derived from continuing operations.

Heightsafe Systems Limited

Statement of Comprehensive Income for the Year Ended 31 December 2021

	2021	2020
	£	£
Profit for the year	<u>550,871</u>	<u>1,368,317</u>
Surplus on property, plant and equipment revaluation	-	237,070
Deficit on revaluation of other assets	<u>(240,310)</u>	<u>(237,070)</u>
	<u>(240,310)</u>	-
Total comprehensive income for the year	<u><u>310,561</u></u>	<u><u>1,368,317</u></u>

The notes on pages 12 to 21 form an integral part of these financial statements.

Heightsafe Systems Limited

(Registration number: 07064393)

Statement of Financial Position as at 31 December 2021

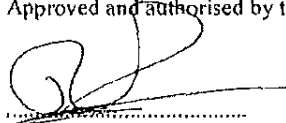
	Note	2021 £	2020 £
Fixed assets			
Tangible assets	11	178,290	942,727
Investment property	12	-	245,173
		<u>178,290</u>	<u>1,187,900</u>
Current assets			
Stocks	13	1,094,822	603,743
Debtors	14	3,738,329	3,893,787
Cash at bank and in hand		204,381	1,106,654
		<u>5,037,532</u>	<u>5,604,184</u>
Creditors: Amounts falling due within one year	16	<u>(3,466,167)</u>	<u>(3,279,437)</u>
Net current assets		<u>1,571,365</u>	<u>2,324,747</u>
Total assets less current liabilities		1,749,655	3,512,647
Creditors: Amounts falling due after more than one year	16	(122,622)	(372,536)
Provisions for liabilities	17	<u>(26,432)</u>	<u>(99,602)</u>
Net assets		<u>1,600,601</u>	<u>3,040,509</u>
Capital and reserves			
Called up share capital		2	2
Fair value reserve		-	240,310
Profit and loss account		<u>1,600,599</u>	<u>2,800,197</u>
Shareholders' funds		<u>1,600,601</u>	<u>3,040,509</u>

For the financial year ending 31 December 2021 the company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

Directors' 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 directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

Approved and authorised by the Board on 25/12/22 and signed on its behalf by:



Mr J Tucker
Director

The notes on pages 12 to 21 form an integral part of these financial statements.

Heightsafe Systems Limited

Statement of Changes in Equity for the Year Ended 31 December 2021

	Share capital	Revaluation reserve	Profit and loss account	Total
	£	£	£	£
At 1 January 2021	2	240,310	2,800,197	3,040,509
Profit for the year	-	-	550,871	550,871
Transfers of fair value reserve on disposal	-	(240,310)	-	(240,310)
Total comprehensive income	-	(240,310)	550,871	310,561
Dividends	-	-	(1,750,469)	(1,750,469)
At 31 December 2021	2	-	1,600,599	1,600,601
	Share capital	Revaluation reserve	Profit and loss account	Total
	£	£	£	£
At 1 January 2020	2	477,380	1,478,010	1,955,392
Profit for the year	-	-	1,368,317	1,368,317
Transfers of fair value reserve on disposal	-	(237,070)	237,070	-
Total comprehensive income	-	(237,070)	1,605,387	1,368,317
Dividends	-	-	(283,200)	(283,200)
At 31 December 2020	2	240,310	2,800,197	3,040,509

Heightsafe Systems Limited

Statement of Cash Flows for the Year Ended 31 December 2021

	Note	2021 £	2020 £
Cash flows from operating activities			
Profit for the year		550,871	1,368,317
Adjustments to cash flows from non-cash items			
Depreciation and amortisation	6	106,703	137,409
Financial instrument net gains (losses) through profit and loss		(296,680)	-
Finance income	7	(46)	(33)
Finance costs	8	14,709	42,743
Income tax expense	10	66,213	322,107
		<u>441,770</u>	<u>1,870,543</u>
Working capital adjustments			
Increase in stocks	13	(491,079)	(435,559)
Decrease/(increase) in trade debtors	14	155,458	(975,102)
(Decrease)/increase in trade creditors	16	(11,452)	1,349,250
		<u>94,697</u>	<u>1,809,132</u>
<i>Cash generated from operations</i>		94,697	1,809,132
Income taxes received/(paid)	10	7,845	(116,897)
		<u>102,542</u>	<u>1,692,235</u>
Cash flows from investing activities			
Interest received	7	46	33
Acquisitions of tangible assets		(94,278)	(280,138)
Proceeds from sale of tangible assets		752,013	-
Proceeds from sale of investment properties		245,173	600,000
		<u>902,954</u>	<u>319,895</u>
Cash flows from financing activities			
Interest paid	8	(14,709)	(42,743)
Proceeds from bank borrowing draw downs		(282,285)	49,654
Proceeds from other borrowing draw downs		822	(822)
Repayment of other borrowing		191,803	(358,229)
Payments to finance lease creditors		(52,931)	144,628
Dividends paid	20	(1,750,469)	(283,200)
		<u>(1,907,769)</u>	<u>(490,712)</u>
<i>Net cash flows from financing activities</i>		(1,907,769)	(490,712)
Net (decrease)/increase in cash and cash equivalents		(902,273)	1,521,418
Cash and cash equivalents at 1 January		<u>1,106,654</u>	<u>(414,764)</u>
Cash and cash equivalents at 31 December		<u><u>204,381</u></u>	<u><u>1,106,654</u></u>

The notes on pages 12 to 21 form an integral part of these financial statements.

Heightsafe Systems Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Unit A2
Cradley Business Park
Overend Road
Cradley Heath
B64 7DW

These financial statements were authorised for issue by the Board on

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 were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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

The company is itself a subsidiary company and is exempt from the requirement to prepare group accounts by virtue of section 400 of the Companies Act 2006. These financial statements therefore present information about the company as an individual undertaking and not about its group.

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.

Going concern

The directors have a reasonable expectation that the company has adequate financial resources to continue in operational existence for the foreseeable future being a period of not less than twelve months from the date of approval of this Annual report and financial statements. The directors of the group have prepared details cashflow forecasts extending to December 2023 which demonstrate that the group will have sufficient funds available to meet its obligations as they fall due for a period of not less than twelve months from the date of approval of these financial statements. The directors have therefore prepared the financial statements on a going concern basis.

Heightsafe Systems Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

Judgements

Preparation of the financial statements require management to make significant judgements and estimates. The items included in the financial statements where these judgments and estimates have been made include:

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of 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.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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 reporting date and that are expected to apply to the reversal of the timing difference.

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
Improvements to property	10% on cost
Plant and machinery	25% reducing balance
Fixtures and fittings	20% reducing balance
Computer equipment	Over 3 years

Heightsafe Systems Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

Investment property

Investment property is carried at fair value, derived from the current market prices for comparable real estate determined annually by external valuers. The valuers use observable market prices, adjusted if necessary for any difference in the nature, location or condition of the specific asset. Changes in fair value are recognised in profit or loss.

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.

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 Income Statement 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.

Heightsafe Systems Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

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 Statement of Financial Position as a finance lease obligation.

Lease payments are apportioned between finance costs in the Income Statement 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.

3 Revenue

The analysis of the company's revenue for the year from continuing operations is as follows:

	2021	2020
	£	£
Sale of goods	14,048,787	12,621,565
Grants received	-	167,456
	<u>14,048,787</u>	<u>12,789,021</u>

4 Other operating income

The analysis of the company's other operating income for the year is as follows:

	2021	2020
	£	£
Sub lease rental income	13,626	4,646
Miscellaneous other operating income	11,349	891
	<u>24,975</u>	<u>5,537</u>

Heightsafe Systems Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

5 Other gains and losses

The analysis of the company's other gains and losses for the year is as follows:

	2021	2020
	£	£
Gain from changes in provisions	<u>296,679</u>	<u>-</u>

6 Operating profit

Arrived at after charging/(crediting)

	2021	2020
	£	£
Depreciation expense	106,703	137,409
Operating lease expense - plant and machinery	<u>184,401</u>	<u>60,222</u>

7 Other interest receivable and similar income

	2021	2020
	£	£
Interest income on bank deposits	<u>46</u>	<u>33</u>

8 Interest payable and similar expenses

	2021	2020
	£	£
Interest on bank overdrafts and borrowings	6,151	34,677
Interest on obligations under finance leases and hire purchase contracts	8,558	5,873
Interest expense on other finance liabilities	-	2,193
	<u>14,709</u>	<u>42,743</u>

9 Directors' remuneration

The directors' remuneration for the year was as follows:

	2021	2020
	£	£
Remuneration	<u>309,444</u>	<u>317,888</u>

Heightsafe Systems Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

10 Taxation

Tax charged/(credited) in the income statement

	2021 £	2020 £
Current taxation		
UK corporation tax	94,712	359,090
UK corporation tax adjustment to prior periods	<u>(11,698)</u>	<u>-</u>
	83,014	359,090
Deferred taxation		
Arising from origination and reversal of timing differences	<u>(16,801)</u>	<u>(36,983)</u>
Tax expense in the income statement	<u><u>66,213</u></u>	<u><u>322,107</u></u>

The tax on profit before tax for the year is the same as the standard rate of corporation tax in the UK (2020 - the same as the standard rate of corporation tax in the UK) of 19% (2020 - 19%).

The differences are reconciled below:

	2021 £	2020 £
Profit before tax	<u>617,084</u>	<u>1,690,424</u>
Corporation tax at standard rate	117,246	321,181
Effect of revenues exempt from taxation	(56,369)	-
Effect of expense not deductible in determining taxable profit (tax loss)	17,936	(744)
Effect of tax losses	-	(3,471)
Deferred tax credit from unrecognised temporary difference from a prior period	(16,801)	(32,898)
Decrease in UK and foreign current tax from adjustment for prior periods	(11,699)	-
Tax increase/(decrease) from effect of capital allowances and depreciation	9,109	(10,641)
Tax increase/(decrease) from other short-term timing differences	6,791	(1,132)
Tax increase from effect of indexation allowance on capital gains	<u>-</u>	<u>49,812</u>
Total tax charge	<u><u>66,213</u></u>	<u><u>322,107</u></u>

Heightsafe Systems Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

Deferred tax

Deferred tax assets and liabilities

	Asset £	Liability £
2021		
Accelerated capital allowances	27,645	44,008
Tax losses	4	4
Other timing differences	<u>(1,217)</u>	<u>(779)</u>
	<u>26,432</u>	<u>43,233</u>

11 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Improvements to property £	Total £
Cost or valuation					
At 1 January 2021	600,000	523,625	92,500	150,601	1,366,726
Additions	-	31,062	-	63,216	94,278
Disposals	<u>(600,000)</u>	<u>-</u>	<u>-</u>	<u>(211,462)</u>	<u>(811,462)</u>
At 31 December 2021	<u>-</u>	<u>554,687</u>	<u>92,500</u>	<u>2,355</u>	<u>649,542</u>
Depreciation					
At 1 January 2021	-	346,050	18,500	59,449	423,999
Charge for the year	-	91,902	14,800	-	106,702
Eliminated on disposal	<u>-</u>	<u>-</u>	<u>-</u>	<u>(59,449)</u>	<u>(59,449)</u>
At 31 December 2021	<u>-</u>	<u>437,952</u>	<u>33,300</u>	<u>-</u>	<u>471,252</u>
Carrying amount					
At 31 December 2021	<u>-</u>	<u>116,735</u>	<u>59,200</u>	<u>2,355</u>	<u>178,290</u>
At 31 December 2020	<u>600,000</u>	<u>177,575</u>	<u>74,000</u>	<u>91,152</u>	<u>942,727</u>

Included within the net book value of land and buildings above is £Nil (2020 - £600,000) in respect of freehold land and buildings.

Heightsafe Systems Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

12 Investment properties

	2021
	£
At 1 January	245,173
Disposals	<u>(245,173)</u>
At 31 December	<u>-</u>

The investment property is held at a value considered to be appropriate by the directors.

13 Stocks

	2021	2020
	£	£
Work in progress	376,649	347,471
Finished goods and goods for resale	461,901	-
Other inventories	<u>256,272</u>	<u>256,272</u>
	<u>1,094,822</u>	<u>603,743</u>

14 Debtors

	2021	2020
	£	£
	Note	
Trade debtors	2,262,841	2,214,758
Amounts owed by related parties	1,116,948	-
Other debtors	348,022	1,653,350
Prepayments	10,518	22,087
Accrued income	-	3,592
	<u>3,738,329</u>	<u>3,893,787</u>

15 Cash and cash equivalents

	2021	2020
	£	£
Cash at bank	<u>204,381</u>	<u>1,106,654</u>

Heightsafe Systems Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

16 Creditors

	Note	2021 £	2020 £
Due within one year			
Loans and borrowings	19	249,836	142,513
Trade creditors		2,131,040	1,884,593
Social security and other taxes		292,889	695,393
Other payables		200,242	44,057
Accruals		7,350	18,930
Corporation tax liability	10	<u>584,810</u>	<u>493,951</u>
		<u>3,466,167</u>	<u>3,279,437</u>
Due after one year			
Loans and borrowings	19	<u>122,622</u>	<u>372,536</u>

17 Provisions for liabilities

	Deferred tax £	Total £
At 1 January 2021	99,602	99,602
Provisions used	(16,801)	(16,801)
Unused provision reversed	<u>(56,369)</u>	<u>(56,369)</u>
At 31 December 2021	<u>26,432</u>	<u>26,432</u>

18 Share capital

Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary shares of £1 each	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>

Heightsafe Systems Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

19 Loans and borrowings

	2021	2020
	£	£
Non-current loans and borrowings		
Bank borrowings	34,167	246,466
Hire purchase contracts	88,455	126,070
	<u>122,622</u>	<u>372,536</u>

	2021	2020
	£	£
Current loans and borrowings		
Bank borrowings	10,000	79,986
Hire purchase contracts	48,033	63,349
Other borrowings	191,803	(822)
	<u>249,836</u>	<u>142,513</u>

20 Dividends

During the year dividends totalling £1,750,469 (2020: £283,200) were paid to the shareholders.

21 Parent and ultimate parent undertaking

The company's immediate parent is Heightsafe Holdings Limited, incorporated in England and Wales.

The ultimate parent is K.I.G. Limited, incorporated in England and Wales.