

REGISTERED NUMBER: 10795772 (England and Wales)

Unit Engineers & Constructors Limited
Report of the Directors and
Financial Statements for the Year Ended 31 December 2019

Haines Watts Wales LLP, Statutory Auditors
7 Neptune Court
Vanguard Way
Cardiff
CF24 5PJ

Unit Engineers & Constructors Limited

**Contents of the Financial Statements
for the Year Ended 31 December 2019**

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors	3
Statement of Comprehensive Income	5
Balance Sheet	6
Notes to the Financial Statements	7
Trading and Profit and Loss Account	11

Unit Engineers & Constructors Limited

**Company Information
for the Year Ended 31 December 2019**

Directors:	Mr A Dent Mr C Wilkinson Mr A Williams
Registered office:	5th Floor 40 Gracechurch Street London EC3V 0BT
Business address:	Unit House Elba Business Park Elba Crescent Swansea SA1 8QE
Registered number:	10795772 (England and Wales)
Auditors:	Haines Watts Wales LLP, Statutory Auditors 7 Neptune Court Vanguard Way Cardiff CF24 5PJ
Bankers:	Natwest Bank Abbey Gardens 4 Abbey Street Reading RG1 3BA

Unit Engineers & Constructors Limited

**Report of the Directors
for the Year Ended 31 December 2019**

The directors present their report with the financial statements of the company for the year ended 31 December 2019.

Directors

Mr A Dent has held office during the whole of the period from 1 January 2019 to the date of this report.

Other changes in directors holding office are as follows:

Mr C Wilkinson and Mr A Williams were appointed as directors after 31 December 2019 but prior to the date of this report.

Mr I P M Anderson ceased to be a director after 31 December 2019 but prior to the date of this report.

Statement of directors' responsibilities

The directors are responsible for preparing the Report of the Directors 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 Financial Reporting Standard 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 then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;

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.

Statement as to disclosure of information to auditors

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Auditors

The auditors, Haines Watts Wales LLP, Statutory Auditors, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

On behalf of the board:

DocuSigned by:

D8A39E1CC9534B5...

Mr A Dent - Director

17 April 2020

Report of the Independent Auditors to the Members of Unit Engineers & Constructors Limited

Opinion

We have audited the financial statements of Unit Engineers & Constructors Limited (the 'company') for the year ended 31 December 2019 which comprise the Statement of Comprehensive Income, Balance Sheet and 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 December 2019 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 Auditors' 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.

Material uncertainty related to going concern

We draw attention to note 2 in the financial statements which provides details of the uncertainty arising from the COVID-19 pandemic. These events or conditions indicate that a material uncertainty exists that may cast significant doubt on the company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Other information

The directors are responsible for the other information. The other information comprises the information in the Report of the Directors, but does not include the financial statements and our Report of the Auditors 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 Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Directors has been prepared in accordance with applicable legal requirements.

The impact of uncertainties due COVID -19 on our audit

The Directors' view on the impact of COVID-19 is disclosed in note 2 in the financial statements.

Uncertainties related to the effects of COVID -19 are relevant to understanding our audit of the financial statements. All audits assess and challenge the reasonableness of estimates made by the directors, such as recoverability and valuation of assets, appropriateness of the going concern basis of preparation of the financial statements and associated disclosures. All of these depend on assessments of the future economic environment and the company's future prospects and performance.

The COVID -19 viral pandemic is one of the most significant economic events for the UK, and at the date of this report its effects are subject to unprecedented levels of uncertainty of outcomes, with the full range of possible effects unknown. We have applied a standardised approach in response to that uncertainty when assessing the company's future prospects and performance. However, no audit should be expected to predict the unknowable factors or all possible future implications for a company and this is particularly the case in relation to the COVID -19 pandemic.

**Report of the Independent Auditors to the Members of
Unit Engineers & Constructors Limited**

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 Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- 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' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page two, 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 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.

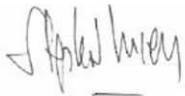
Auditors' responsibilities for the audit of the financial statements

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 a Report of the Auditors 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 on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

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 a Report of the Auditors 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.



Stephen Lucey (Senior Statutory Auditor)
for and on behalf of Haines Watts Wales LLP, Statutory Auditors
7 Neptune Court
Vanguard Way
Cardiff
CF24 5PJ

Date: 17 April 2020

Unit Engineers & Constructors Limited

Statement of Comprehensive Income
for the Year Ended 31 December 2019

	Notes	2019 £	2018 £
Turnover		8,962,472	1,573,133
Cost of sales		(7,423,622)	(1,193,327)
Gross profit		1,538,850	379,806
Administrative expenses		(1,111,277)	(602,410)
Operating profit/(loss)		427,573	(222,604)
Loan write off	4	(76,218)	-
Profit on realisation of assets acquired	4	-	1,072,484
		351,355	849,880
Interest payable and similar expenses		(299,301)	(1,083)
Profit before taxation	5	52,054	848,797
Tax on profit		-	-
Profit for the financial year		52,054	848,797
Other comprehensive income			
Fair value adjustment of assets		-	38,788
Income tax relating to other comprehensive income		-	-
Other comprehensive income for the year, net of income tax		-	38,788
Total comprehensive income for the year		52,054	887,585

The notes form part of these financial statements

Unit Engineers & Constructors Limited (Registered number: 10795772)**Balance Sheet
31 December 2019**

	Notes	2019 £	2018 £
Fixed assets			
Tangible assets	6	124,744	135,213
Current assets			
Stocks	7	7,536	51,795
Debtors	8	4,158,203	1,593,693
Cash at bank and in hand		44,837	175,061
		<u>4,210,576</u>	<u>1,820,549</u>
Creditors			
Amounts falling due within one year	9	(3,395,581)	(1,068,077)
Net current assets		<u>814,995</u>	<u>752,472</u>
Total assets less current liabilities		<u><u>939,739</u></u>	<u><u>887,685</u></u>
Capital and reserves			
Called up share capital	12	100	100
Fair value reserve	13	38,788	38,788
Retained earnings	13	900,851	848,797
Shareholders' funds		<u><u>939,739</u></u>	<u><u>887,685</u></u>

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

The financial statements were approved by the Board of Directors and authorised for issue on 17 April 2020 and were signed on its behalf by:

DocuSigned by:

 D8A39E1CC9534B5...

Mr A Dent - Director

Unit Engineers & Constructors Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

1. Statutory information

Unit Engineers & Constructors Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. 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.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Turnover

Turnover represents amounts charged, net of value added tax, in respect of engineering goods and services.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Plant and machinery	- 10% on cost
Motor vehicles	- 25% on reducing balance

Stocks, work in progress and amounts recoverable on contract

Stocks and work in progress are valued at the lower of cost or net realisable value.

Profit on long-term contracts is taken as the work is carried out if the final outcome has been assessed with reasonable certainty. The profit included is calculated on a prudent basis to reflect the proportion of the work carried out at the year end, by recording turnover and related costs (as defined above) as contract activity progresses. Turnover is calculated as that proportion of total contract value which costs incurred to date bear to total expected costs for that contract. Full provision is made for losses on all contracts in the year in which they are first foreseen.

Taxation

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

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Unit Engineers & Constructors Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2019**

2. **Accounting policies - continued**

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Going concern

In March 2020, the World Health Organization declared the outbreak of Coronavirus Disease (COVID-19) as a pandemic, which continues to spread across the UK. The spread of COVID-19 has caused significant volatility in the UK and international markets. There is significant uncertainty around the breadth and duration of business disruptions related to COVID-19, as well as its impact on the UK and international economies. As such the directors are unable to determine if it will have a material impact on its operations. The Directors recognise that there may be substantial uncertainties that cast significant doubt about the ability of the Company to continue as a going concern but believe that the actions that have been taken to mitigate the risks, means it is still appropriate to adopt the going concern basis in preparing its financial statements.

3. **Employees and directors**

The average number of employees during the year was 85 (2018 - 62).

4. **Exceptional items**

	2019 £	2018 £
Loan write off	(76,218)	-
Profit on realisation of assets acquired	-	1,072,484
	<u>(76,218)</u>	<u>1,072,484</u>

The exceptional item relates to the write off of a previous director's loan account.

5. **Profit before taxation**

The profit is stated after charging:

	2019 £	2018 £
Depreciation - owned assets	<u>17,810</u>	<u>16,173</u>

6. **Tangible fixed assets**

	Plant and machinery £	Motor vehicles £	Totals £
Cost			
At 1 January 2019	129,784	21,602	151,386
Additions	8,169	-	8,169
Disposals	(828)	-	(828)
At 31 December 2019	<u>137,125</u>	<u>21,602</u>	<u>158,727</u>
Depreciation			
At 1 January 2019	13,152	3,021	16,173
Charge for year	13,165	4,645	17,810
At 31 December 2019	<u>26,317</u>	<u>7,666</u>	<u>33,983</u>
Net book value			
At 31 December 2019	<u>110,808</u>	<u>13,936</u>	<u>124,744</u>
At 31 December 2018	<u>116,632</u>	<u>18,581</u>	<u>135,213</u>

Unit Engineers & Constructors Limited

Notes to the Financial Statements - continued
for the Year Ended 31 December 2019

7.	Stocks	2019	2018
		£	£
	Stocks	3,100	3,100
	Work-in-progress	4,436	48,695
		<u>7,536</u>	<u>51,795</u>
8.	Debtors: amounts falling due within one year	2019	2018
		£	£
	Trade debtors	1,264,478	638,021
	Amounts owed by group undertakings	2,122,356	60,612
	Amounts recoverable on contract	758,925	761,936
	Other debtors	1,000	83,113
	Prepayments	11,444	50,011
		<u>4,158,203</u>	<u>1,593,693</u>
9.	Creditors: amounts falling due within one year	2019	2018
		£	£
	Hire purchase contracts (see note 10)	-	3,229
	Payments on account	-	2,151
	Trade creditors	378,922	64,550
	Amounts owed to group undertakings	1,944,932	416,149
	Social security and other taxes	339,439	194,602
	VAT	479,889	96,235
	Other creditors	81,664	113,919
	Accrued expenses	170,735	177,242
		<u>3,395,581</u>	<u>1,068,077</u>
10.	Leasing agreements		
	Minimum lease payments fall due as follows:		
		Hire purchase contracts	
		2019	2018
		£	£
	Net obligations repayable:		
	Within one year	<u>-</u>	<u>3,229</u>
		Non-cancellable operating leases	
		2019	2018
		£	£
	Within one year	42,500	42,500
	Between one and five years	77,917	120,417
		<u>120,417</u>	<u>162,917</u>
11.	Secured debts		
	The following secured debts are included within creditors:		
		2019	2018
		£	£
	Hire purchase contracts	<u>-</u>	<u>3,229</u>

Unit Engineers & Constructors Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2019**

12. Called up share capital

Allotted, issued and fully paid:			2019	2018
Number:	Class:	Nominal value:	£	£
100	Ordinary	£1	100	100
			<u>100</u>	<u>100</u>

13. Reserves

	Retained earnings	Fair value reserve	Totals
	£	£	£
At 1 January 2019	848,797	38,788	887,585
Profit for the year	52,054		52,054
	<u>900,851</u>	<u>38,788</u>	<u>939,639</u>
At 31 December 2019	<u>900,851</u>	<u>38,788</u>	<u>939,639</u>

14. Ultimate controlling party

The company's immediate parent undertaking is Unitbirwelco Limited which is incorporated in England & Wales.

The company's ultimate parent company and controlling party is Hampden Holdings Limited, a company registered in England & Wales. Copies of the consolidated financial statements of Hampden Holdings Limited can be obtained from its registered office at Hampden House, Great Hampden, Great Missenden, Buckinghamshire, HP16 9RD.

Unit Engineers & Constructors Limited

Trading and Profit and Loss Account
for the Year Ended 31 December 2019

	2019		2018	
	£	£	£	£
Sales		8,962,472		1,573,133
Cost of sales				
Purchases	1,587,998		287,409	
Plant Hire	204,640		-	
Wages	4,470,178		901,362	
Other direct costs	51,133		4,556	
Sub contractors	1,109,673		-	
		<u>7,423,622</u>		<u>1,193,327</u>
Gross profit		1,538,850		379,806
Expenditure				
Rent	73,216		23,187	
Insurance	76,301		26,176	
Light and heat	41,685		7,121	
Wages	448,162		312,960	
Computer software and maintenance	15,141		3,916	
Telephone	2,099		3,327	
Post and stationery	11,781		2,177	
Advertising	400		-	
Travelling	28,460		7,235	
Motor expenses	26,230		18,690	
Repairs and renewals	18,369		4,940	
Household and cleaning	8,892		2,888	
Customer entertaining	724		516	
Training	3,445		11,611	
Sundry expenses	11,483		17,122	
Subscriptions	12,833		1,299	
Management Charges	279,524		132,000	
Legal fees	17,756		3,530	
Auditors' remuneration	9,660		7,500	
Foreign exchange losses	6,198		43	
Depreciation of tangible fixed assets	17,810		16,172	
		<u>1,110,169</u>		<u>602,410</u>
		428,681		(222,604)
Finance costs				
Bank charges	1,108		-	
Bank loan interest	299,301		1,083	
		<u>300,409</u>		<u>1,083</u>
		128,272		(223,687)
Exceptional items				
Loan write off	(76,218)		-	
Profit on realisation of assets acquired	-		1,072,484	
		<u>(76,218)</u>		<u>1,072,484</u>
Net profit		<u>52,054</u>		<u>848,797</u>

This page does not form part of the statutory financial statements