

Registration number: 01331981

# Whitehouse Construction Co. Limited

Annual Report and Financial Statements

for the Year Ended 30 June 2020

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# Whitehouse Construction Co. Limited

## Contents

Company Information	1
Strategic Report	2 to 6
Directors' Report	7 to 8
Independent Auditor's Report	9 to 12
Profit and Loss Account	13
Balance Sheet	14
Statement of Changes in Equity	15
Notes to the Financial Statements	16 to 26

# Whitehouse Construction Co. Limited

## Company Information

<b>Directors</b>	B P Ewart J M Ewart-Sear R J Ewart-Sear S McKeown D B Renshaw R Jamieson
<b>Company secretary</b>	R J Ewart-Sear
<b>Registered office</b>	Unit 3 Blenheim Road Airfield Industrial Estate Ashbourne Derbyshire DE6 1JU
<b>Auditors</b>	Ashgates Corporate Services Limited Registered Auditor 5 Prospect Place Millennium Way Pride Park Derby DE24 8HG

## Whitehouse Construction Co. Limited

### Strategic Report for the Year Ended 30 June 2020

The directors present their strategic report for the year ended 30 June 2020.

#### Business Culture

Since our inception in 1977, we remain 100% family owned and are proud of the reputation we have established over the past 42 years. A contributing factor to our success is the family ethos instilled throughout the group.

Our people are one of our most important assets, being 100% directly employed across the business. This approach gives us our single biggest advantage within the marketplace. Having the correct people and culture is key to making our business successful.

#### Fair review of the business

We operate as main contractor in 99% of our turnover. Compiled from a combination of long-term frameworks and competitively tendered projects. Frameworks in water, aviation, highways, environmental and power sectors have contributed to turnover whilst we continue to explore new and emerging markets.

While margins on contracts remain competitive, we continually drive innovative ways to provide best value for our clients which has helped us achieve current levels of profitability. Our ambition, determination and confidence combined with our directly employed, highly skilled workforce allows us to perform well, delivering a distinctive high-quality service for our clients.

Our policy of undertaking all core works with our directly employed, highly skilled workforce remains a key business principal. As such investment in training and professional development is a continuous theme across our business.

Competition within the UK construction industry is expected to remain aggressive due to the UK and worldwide economic pressures.

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

	Unit	2020	2019
Turnover	£	12,114,402	10,312,029
Turnover growth	%	17	(13)
Gross margin	%	22	20
Profit before tax	£	407,998	257,740

## Whitehouse Construction Co. Limited

### Strategic Report for the Year Ended 30 June 2020

#### Safety & Health, Environmental and Quality (SHEQ)

Our trade brings us into constant contact with multiple 'blue-chip' organisations, who demand the highest levels of service, with Safety, Health, Environmental impact and Quality always at the forefront.

These key disciplines are monitored constantly by our in house SHEQ team and audited regularly by external independent bodies and clients, to ensure we are exceeding levels required by our clientele and the industry as a whole.

Our internal procedures meet and exceed the requirements of OHSAS 45001; ISO 14001:2015 and ISO 9001:2015.

All areas of our operations fall under the jurisdiction of these policies which are audited at random by third party consultants and a host of client led review teams.

In addition to the above industry standards, we have developed innovative measures of SHEQ cultural awareness amongst our employees, these being:

- Positive Intervention Reporting - Being any occasion where our people have intervened in a given situation to create betterment. These are recorded, monitored and trends identified.
- Personal Safety Moments - Employees are encouraged to share personal safety moments, being a moment at work or at home where they could have gone about a task in a safer way. Sharing these learning opportunities amongst colleagues ensures personal safety is within the hearts and minds of our people.

These are pioneering metrics, with little to benchmark against externally.

- Reportable Accident Frequency Rate (RIDDOR - Reporting of Injuries, Diseases and Dangerous Occurrences Regulations) incidents:

2019/2020 = 0.00  
2018/2019 = 0.00  
2017/2018 = 0.00  
2016/2017 = 0.00  
2015/2016 = 0.00  
2014/2015 = 0.00  
2013/2014 = 0.34  
2012/2013 = 0.61

(Note - The UK average is 0.8)

(All measures are per 100,000 hours worked this being the national standard in the UK)

#### Environment

We continue to reduce our carbon footprint by taking the following measures:

- Investing in advanced driver training to increase driving efficiencies across the business.
- Continued investment in low carbon emission engines in all equipment and vehicles with increased MPG capabilities.

## Whitehouse Construction Co. Limited

### Strategic Report for the Year Ended 30 June 2020

- All new commercial road vehicles being fitted with speed limiters. The saving on fuel is upwards of 10% on each vehicle.
- Reduction of single person journeys by the extended analysis of employee's journeys and grouping employees for work locations.
- Continued implementation of our Whitehouse Hub Document Management System eliminating the need for paper, with all documents available electronically, on multiple device platforms.
- Increased recycling of waste coupled with a reduction in the use of natural materials and waste materials sent to land fill.
- We continue to invest in green technology wherever practically possible.

#### Head office electric power analysis:

Years	Electric Consumed (MW)	Electric Generated (MW)
2019/2020	26.07	29.80
2018/2019	36.97	24.87
2017/2018	33.24	33.90
2016/2017	33.08	37.61
2015/2016	32.62	42.02
2014/2015	34.18	42.84
2013/2014	40.16	43.04

## Whitehouse Construction Co. Limited

### Strategic Report for the Year Ended 30 June 2020

#### Principal risks and uncertainties

##### Risk Management

Our company strategy is to follow an appropriate risk policy, which effectively manages exposures related to the achievement of business objectives. The key risks which management face are detailed as follows:

##### Health and Safety Risk

We are committed to providing a safe working environment. These risks are managed through the strong promotion of a Health and Safety culture; and well defined, easily interpreted Health and Safety systems, policies and procedures.

##### Business Performance Risk

Business performance risk is the risk that the company may not perform as expected due to either internal factors or external competitive pressures in the UK construction industry. The risk is managed through a number of measures: ensuring the appropriate management team is in place; budget and business planning; monthly reporting and analysis; financial controls; key performance indicators (as demonstrated above); and regular forecasting.

As part of our normal business processes we monitor all these measures constantly to ensure we operate as efficiently as possible.

##### Business Control

Strong financial and business controls are necessary to ensure the integrity and reliability of financial and other information on which the company relies for day-to-day operations, external reporting and for long term planning.

The company operates throughout the UK which is managed through the recruitment of a local management team in each region, which are supported and controlled by the directors of Whitehouse Construction Company Limited.

We exercise financial and business control through a combination of, qualified and experienced financial teams, performance analysis, budgeting and cash flow forecasting and clearly defined approval limits. External advisors provide advice on specific accounting and tax issues as they arise.

##### Management Development

Long-term growth of the business depends on the company's ability to retain and promote succession planning coupled with the ability to attract personnel of high quality. This risk is managed through development plans which are regularly reviewed and updated. These are accompanied by specific policies in such areas as training, management development and performance management.

##### Financial Risk Management

Our principal financial instruments comprise of bank balances, trade debtors and trade creditors. The main purpose is to finance the business' operations.

In respect of bank balances, the liquidity risk is not a factor as there are no loans or overdrafts. All of the business' cash balances are held in such a way that achieves a competitive rate of interest. The business makes use of money market facilities where funds are available.

**Whitehouse Construction Co. Limited**

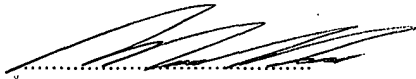
**Strategic Report for the Year Ended 30 June 2020**

During this economic period we believe that retaining cash within the company will help solidify its position within the market sector over the coming years, whilst also providing clients with evidence that the company is of a solid financial standing.

Trade debtors are managed in respect of credit and cash flow risk by policies concerning the credit offered to customers and the regular monitoring of amounts outstanding for both time and credit limits. The amounts presented in the balance sheet are net of allowances for any doubtful debtors.

Trade creditors' liquidity risk is managed by ensuring sufficient funds are available to meet amounts due.

Approved by the Board on 17/12/2020 and signed on its behalf by:



R J Ewart-Sear  
Company secretary and director

## Whitehouse Construction Co. Limited

### Directors' Report for the Year Ended 30 June 2020

The directors present their report and the financial statements for the year ended 30 June 2020.

#### Statement of directors responsibilities

The directors acknowledge their responsibilities for preparing the Annual 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 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.

#### Directors of the company

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

B P Ewart

J M Ewart-Sear

R J Ewart-Sear

S McKeown

D B Renshaw

R Jamieson

#### Principal activity

The principal activity of the company is that of civil engineering and building construction work.

#### Matters covered in the strategic report

The company has chosen in accordance with s414C(11) of the Companies Act 2006 to set out in the company's strategic report information required by Schedule 7 of the Large and Medium sized Companies and Group Regulation 2008 to be contained in the directors' report. It has done so in respect of financial instruments and future developments.

**Whitehouse Construction Co. Limited**

**Directors' Report for the Year Ended 30 June 2020**

**Disclosure of information to the auditors**

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditors are unaware.

Approved by the Board on 17/12/2020 and signed on its behalf by:



R J Ewart-Sear  
Company secretary and director

## Whitehouse Construction Co. Limited

### Independent Auditor's Report to the Members of Whitehouse Construction Co. Limited

#### Opinion

We have audited the financial statements of Whitehouse Construction Co. Limited (the 'company') for the year ended 30 June 2020, which comprise the Profit and Loss Account, Balance Sheet, Statement of Changes in Equity, 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 30 June 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:

- 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.

## Whitehouse Construction Co. Limited

### Independent Auditor's Report to the Members of Whitehouse Construction Co. Limited

#### Opinion on other matter 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 Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and Directors' Report have been prepared in accordance with applicable legal requirements.

#### Matters on which we are required to report by exception

In the light of our knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report and the Directors' Report.

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.

#### Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities [set out on page 7], 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.

## Whitehouse Construction Co. Limited

### Independent Auditor's Report to the Members of Whitehouse Construction Co. Limited

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the company audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**Whitehouse Construction Co. Limited**

**Independent Auditor's Report to the Members of Whitehouse Construction Co.  
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.



.....  
David Mark Newborough (Senior Statutory Auditor)  
For and on behalf of Ashgates Corporate Services Limited, Statutory Auditor

5 Prospect Place  
Millennium Way  
Pride Park  
Derby  
DE24 8HG

Date: 17/2/2020 .....

## Whitehouse Construction Co. Limited

### Profit and Loss Account for the Year Ended 30 June 2020

	Note	2020 £	2019 £
Turnover	3	12,114,402	10,312,029
Cost of sales		<u>(9,431,619)</u>	<u>(8,222,480)</u>
Gross profit		2,682,783	2,089,549
Administrative expenses		(2,513,729)	(1,850,844)
Other operating income	4	<u>226,549</u>	<u>4,034</u>
Operating profit	5	395,603	242,739
Other interest receivable and similar income	6	<u>12,395</u>	<u>15,001</u>
Profit before tax		407,998	257,740
Taxation	10	<u>(71,958)</u>	<u>(29,123)</u>
Profit for the financial year		<u><u>336,040</u></u>	<u><u>228,617</u></u>

The above results were derived from continuing operations.

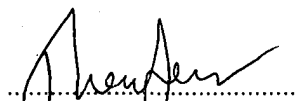
The company has no recognised gains or losses for the year other than the results above.

Whitehouse Construction Co. Limited

(Registration number: 01331981)  
Balance Sheet as at 30 June 2020

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Tangible assets	11	83,526	96,828
<b>Current assets</b>			
Stocks	12	14,899	15,347
Debtors	13	2,570,723	1,390,356
Cash at bank and in hand		<u>3,291,249</u>	<u>1,581,731</u>
		5,876,871	2,987,434
<b>Creditors: Amounts falling due within one year</b>	14	<u>(4,255,917)</u>	<u>(1,415,822)</u>
<b>Net current assets</b>		<u>1,620,954</u>	<u>1,571,612</u>
<b>Net assets</b>		<u>1,704,480</u>	<u>1,668,440</u>
<b>Capital and reserves</b>			
Called up share capital	17	10,000	10,000
Profit and loss account	18	<u>1,694,480</u>	<u>1,658,440</u>
Total equity		<u>1,704,480</u>	<u>1,668,440</u>

Approved and authorised by the Board on 17/12/20 and signed on its behalf by:



J.M. Ewart-Sear  
Director

**Whitehouse Construction Co. Limited**

**Statement of Changes in Equity for the Year Ended 30 June 2020**

	<b>Share capital £</b>	<b>Profit and loss account £</b>	<b>Total £</b>
At 1 July 2019	10,000	1,658,440	1,668,440
Profit for the year	-	336,040	336,040
Total comprehensive income	-	336,040	336,040
Dividends	-	(300,000)	(300,000)
At 30 June 2020	<u>10,000</u>	<u>1,694,480</u>	<u>1,704,480</u>

	<b>Share capital £</b>	<b>Profit and loss account £</b>	<b>Total £</b>
At 1 July 2018	10,000	1,579,823	1,589,823
Profit for the year	-	228,617	228,617
Total comprehensive income	-	228,617	228,617
Dividends	-	(150,000)	(150,000)
At 30 June 2019	<u>10,000</u>	<u>1,658,440</u>	<u>1,668,440</u>

The notes on pages 16 to 26 form an integral part of these financial statements.

## Whitehouse Construction Co. Limited

### Notes to the Financial Statements for the Year Ended 30 June 2020

#### 1 General information

The address of the registered office is given in the company information on page 1 of these financial statements.

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

#### 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' ('FRS102'), and the Companies Act 2006.

##### **Basis of preparation**

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

The financial statements are presented in Sterling (£) and rounded to the nearest £1.

##### **Summary of disclosure exemptions**

The company has taken advantage of the disclosure exemption in relation to the requirements of section 7 and section 3 paragraph 3.17(d). The equivalent disclosures are included within the consolidated financial statements of the group in which the company is consolidated.

##### **Going concern**

The emergence of the global pandemic known as Covid-19 has raised significant uncertainty throughout the UK economy. The Directors have assessed a potential range of impacts that this pandemic may have on the Company.

Consideration has been given to the risks of reduced turnover, slow payment or non-payment of debts, the value of stock and other assets owned by the company. Detailed financial models have been prepared, which continue to be monitored and updated, and plans have been put in place to ensure there are sufficient reserves to continue into the future.

Having assessed all available information at the date of approving the accounts, the Directors are confident that the business is well placed to manage the situation and to continue trading as a going concern.

## Whitehouse Construction Co. Limited

### Notes to the Financial Statements for the Year Ended 30 June 2020

#### Key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognised in the period in which the estimate is revised, if the revision only affects that period, or in the period of revision and future period if the revision affects both the current and future periods.

The estimates and assumptions which have risk of causing material adjustment to the carrying amount of assets and liabilities are set out below:

Revenue recognition and amounts recoverable on contracts:

Judgement is required to identify when it is appropriate to recognise revenue on contracts. Management estimate this based on their knowledge of the contract at the balance sheet date and also take previous experience into account.

#### 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.

#### Government grants

Government grants are recognised in the profit and loss account as income when such grant does not impose specified future performance-related conditions, in accordance with the performance model.

#### 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.

## Whitehouse Construction Co. Limited

### Notes to the Financial Statements for the Year Ended 30 June 2020

#### 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, over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Motor vehicles	25% reducing balance basis and 20% straight line basis
Furniture, fittings and equipment	13.33% and 16.66% straight line basis

#### 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.

#### Hire purchase and leasing

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.

The aggregate benefit of lease incentives are recognised as a reduction to the expense recognised over the lease term on a straight line basis.

#### Dividends

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

#### Defined contribution pension obligation

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

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

## Whitehouse Construction Co. Limited

### Notes to the Financial Statements for the Year Ended 30 June 2020

#### 3 Revenue

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

	2020 £	2019 £
Construction contracts	<u>12,114,402</u>	<u>10,312,029</u>

#### 4 Other operating income

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

	2020 £	2019 £
Government grants	217,026	-
Miscellaneous other operating income	<u>9,523</u>	<u>4,034</u>
	<u>226,549</u>	<u>4,034</u>

#### 5 Operating profit

Arrived at after charging/(crediting)

	2020 £	2019 £
Depreciation expense	27,947	22,127
Loss on disposal of property, plant and equipment	<u>-</u>	<u>4,019</u>

#### 6 Other interest receivable and similar income

	2020 £	2019 £
Bank interest received	<u>12,395</u>	<u>15,001</u>

## Whitehouse Construction Co. Limited

### Notes to the Financial Statements for the Year Ended 30 June 2020

#### 7 Staff costs

The aggregate payroll costs (including directors' remuneration) were as follows:

	2020	2019
	£	£
Wages and salaries	3,620,558	3,321,399
Social security costs	360,378	345,348
Pension costs, defined contribution scheme	135,384	104,652
Redundancy costs	1,575	-
	4,117,895	3,771,399

The average number of persons employed by the company (including directors) during the year, analysed by category was as follows:

	2020	2019
	No.	No.
Production	84	79
Administration and support	11	10
	95	89

#### 8 Directors' remuneration

The directors' remuneration for the year was as follows:

	2020	2019
	£	£
Remuneration	403,856	366,547
Contributions paid to money purchase schemes	40,995	27,291
	444,851	393,838

During the year the number of directors who were receiving benefits and share incentives was as follows:

	2020	2019
	No.	No.
Accruing benefits under money purchase pension scheme	2	2

#### 9 Auditors' remuneration

	2020	2019
	£	£
Audit of the financial statements	13,553	13,460

## Whitehouse Construction Co. Limited

### Notes to the Financial Statements for the Year Ended 30 June 2020

#### 10 Taxation

Tax charged/(credited) in the income statement

	2020 £	2019 £
<b>Current taxation</b>		
UK corporation tax	71,345	31,585
UK corporation tax adjustment to prior periods	<u>1,682</u>	<u>(5)</u>
	73,027	31,580
<b>Deferred taxation</b>		
<i>Arising from origination and reversal of timing differences</i>	<u>(1,069)</u>	<u>(2,457)</u>
Tax expense in the income statement	<u><u>71,958</u></u>	<u><u>29,123</u></u>

The tax on profit before tax for the year is lower than the standard rate of corporation tax in the UK (2019 - lower than the standard rate of corporation tax in the UK) of 19% (2019 - 19%).

The differences are reconciled below:

	2020 £	2019 £
Profit before tax	<u>407,998</u>	<u>257,740</u>
Corporation tax at standard rate	77,520	48,971
Expenses not deductible	1,240	3,734
Deferred tax	(1,069)	(2,457)
Adjustments in respect of prior periods	1,682	(5)
Tax increase (decrease) from effect of capital allowances and depreciation	3,500	500
Tax increase (decrease) from effect of adjustment in research and development tax credit	(12,357)	(22,425)
Pension deductions	<u>1,442</u>	<u>805</u>
Total tax charge	<u><u>71,958</u></u>	<u><u>29,123</u></u>

## Whitehouse Construction Co. Limited

### Notes to the Financial Statements for the Year Ended 30 June 2020

#### Deferred tax

Deferred tax assets and liabilities

	<b>Asset</b>
	<b>£</b>
<b>2020</b>	
Pension creditor	2,791
Accelerated capital allowances	9,721
	12,512
	12,512
<b>2019</b>	
Pension creditor	2,502
Accelerated capital allowances	8,941
	11,443
	11,443

The amount of the net reversal of deferred tax assets and deferred tax liabilities expected to occur during the year beginning after the reporting period is £(5,940) (2019 - £(2,893)).

#### 11 Tangible assets

	<b>Furniture, fittings and equipment</b>	<b>Motor vehicles</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost or valuation</b>			
At 1 July 2019	119,493	101,179	220,672
Additions	-	14,645	14,645
	119,493	115,824	235,317
<b>Depreciation</b>			
At 1 July 2019	108,766	15,078	123,844
Charge for the year	6,003	21,944	27,947
	114,769	37,022	151,791
<b>Carrying amount</b>			
At 30 June 2020	4,724	78,802	83,526
At 30 June 2019	10,727	86,101	96,828

## Whitehouse Construction Co. Limited

### Notes to the Financial Statements for the Year Ended 30 June 2020

#### 12 Stocks

	2020 £	2019 £
Raw materials and consumables	<u>14,899</u>	<u>15,347</u>

#### 13 Debtors

	Note	2020 £	2019 £
Trade debtors		2,392,646	984,552
Other debtors		26	-
Prepayments and accrued income		159,418	130,866
Amounts recoverable on long term contracts		6,121	263,495
Deferred tax assets	10	<u>12,512</u>	<u>11,443</u>
		<u>2,570,723</u>	<u>1,390,356</u>

#### 14 Creditors

	2020 £	2019 £
<b>Due within one year</b>		
Trade creditors	723,487	408,628
Amounts due to group undertakings	176,088	132,962
Social security and other taxes	503,075	271,433
Other creditors	2,081,158	328,037
Accrued expenses	700,764	243,143
Corporation tax	<u>71,345</u>	<u>31,619</u>
	<u>4,255,917</u>	<u>1,415,822</u>

#### 15 Deferred tax and other provisions

	Deferred tax £	Total £
At 1 July 2019	(11,443)	(11,443)
Additional provisions	<u>(1,069)</u>	<u>(1,069)</u>
At 30 June 2020	<u>(12,512)</u>	<u>(12,512)</u>

A negative balance indicates a deferred tax asset as detailed in note 13.

## Whitehouse Construction Co. Limited

### Notes to the Financial Statements for the Year Ended 30 June 2020

#### 16 Pension and other schemes

##### Defined contribution pension scheme

The company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £135,384 (2019 - £104,652).

Contributions totalling £14,690 (2019 - £13,166) were payable to the scheme at the end of the year and are included in creditors.

#### 17 Share capital

##### Allotted, called up and fully paid shares

	2020		2019	
	No.	£	No.	£
Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>

##### Rights, preferences and restrictions

Ordinary shares have the following rights, preferences and restrictions:

Each share has full rights in the company with respect to voting, dividends and distributions.

#### 18 Reserves

Profit and loss account

The profit and loss account represents cumulative profits net of dividends and other adjustments.

#### 19 Obligations under leases and hire purchase contracts

##### Operating leases

The total of future minimum lease payments is as follows:

	2020	2019
	£	£
Not later than one year	33,000	33,000
Later than one year and not later than five years	<u>27,500</u>	<u>60,500</u>
	<u>60,500</u>	<u>93,500</u>

The amount of non-cancellable operating lease payments recognised as an expense during the year was £33,000 (2019 - £33,000).

## Whitehouse Construction Co. Limited

### Notes to the Financial Statements for the Year Ended 30 June 2020

#### Operating leases - lessor

The total of future minimum lease payments is as follows:

	2020 £	2019 £
Not later than one year	33,000	33,000
Later than one year and not later than five years	27,500	60,500
	60,500	93,500

#### 20 Dividends

	2020 £	2019 £
Interim dividend of £30 (2019 - £15) per ordinary share	300,000	150,000
	300,000	150,000

#### 21 Related party transactions

##### Summary of transactions with other related parties

Company with common directors and a scheme in which some of the directors are members and trustees.

##### Income and receivables from related parties

		Other related parties £
<b>2020</b>		
Rental income		33,000
Plant hire		107,423
		140,423
<b>2019</b>		
Rental income		33,000
Plant hire		79,113
		112,113

##### Expenditure with and payables to related parties

		Other related parties £
<b>2020</b>		
Purchases		377,449
Rent		33,000
		410,449

## Whitehouse Construction Co. Limited

### Notes to the Financial Statements for the Year Ended 30 June 2020

	<b>Other related parties</b>
	<b>£</b>
<b>2019</b>	
Purchases	238,845
Rent	33,000
Plant hire	11,700
	<u>283,545</u>

#### Loans from related parties

	<b>Other related parties</b>
	<b>£</b>
<b>2020</b>	
At start of period	31,871
Repaid	<u>(31,897)</u>
At end of period	<u>(26)</u>

	<b>Other related parties</b>
	<b>£</b>
<b>2019</b>	
At start of period	6,501
Advanced	<u>25,370</u>
At end of period	<u>31,871</u>

The company has taken advantage of the exemption in FRS102 Section 33 "Related Party Disclosures" from disclosing transactions with other members of the group.

#### 22 Parent and ultimate parent undertaking

The company's immediate parent is Ewart Holdings Limited, incorporated in England & Wales.

The parent of the smallest and largest group in which these financial statements are consolidated is Ewart Holdings Limited, incorporated in England & Wales.

The address of Ewart Holdings is:

The Homestead, Yeldersley Lane, Bradley, Ashbourne, Derbyshire, DE6 1PJ.

These financial statements are available upon request from Companies House, Crown Way, Maindy, Cardiff, CF14 3UZ.

There is no ultimate controlling party due to the split of shareholdings.