

**MIDDLESBROUGH DEVELOPMENT COMPANY LIMITED
DIRECTORS' REPORT AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

Middlesbrough Development Company Limited
Directors' Report and Financial Statements
For The Year Ended 31 March 2022

Contents

	Page
Company Information	1
Directors' Report	2
Independent Auditor's Report	3–4
Profit and Loss Account	5
Balance Sheet	6
Notes to the Financial Statements	7–8
The following pages do not form part of the statutory accounts:	
Trading Profit and Loss Account	9

**Middlesbrough Development Company Limited
Company Information
For The Year Ended 31 March 2022**

Directors

Mr Ron Arundale
Mr John Dodds
Mr Andrew Preston
Mr Ashley Waters
Mr Justin Weston
Cllr Eric Polano

Company Number

11841684

Registered Office

PO BOX 503 Town Hall
Middlesbrough
TS1 9FX

Accountants

Certax Teesside
C/O Certax Teesside Limited Commerce House
1 Exchange Square
Middlesbrough
TS1 1DE

Middlesbrough Development Company Limited
Company No. 11841684
Directors' Report For The Year Ended 31 March 2022

The directors present their report and the financial statements for the year ended 31 March 2022.

Statement of Directors' Responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing the financial statements the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments 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.

Statement of Disclosure of Information to Auditors

The directors of the company who held office at the date of approval of this annual report confirm that:

- so far as they are aware, there is no relevant audit information of which the company's auditors are unaware; and
- they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Directors

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

Mr Ron Arundale		
Mr John Dodds		
Mr Andrew Preston		
Mr Ashley Waters	RESIGNED	18/05/2021
Mr Justin Weston		
Cllr Eric Polano	APPOINTED	03/11/2021

Small Company Rules

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

By order of the board

Date

Independent Auditor's Report to the Members of Middlesbrough Development Company Limited

Opinion

We have audited the financial statements of Middlesbrough Development Company Limited for the year ended 31 March 2022 which comprise the Profit and Loss Account, Balance Sheet and the related notes, 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 (United Kingdom Generally Accepted Accounting Practice), including FRS 102 - Section 1A for Small Entities "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2022 and of its profit/(loss) for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to smaller entities; 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, and the provisions available for small entities, in the circumstances set out in note 8 to the financial statements 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

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the entity's ability to continue as a going concern for a period of at least 12 months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Opinions on Other Matters Prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

Matters on Which We Are Required to Report by Exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the 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;
- the financial statements are not in agreement with the accounting records or returns;
- certain disclosures of directors' remuneration specified by law are not made;
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

**Independent Auditor's Report (continued)
to the Members of
Middlesbrough Development Company Limited**

Responsibilities of Directors

As explained more fully in the Directors' Responsibilities Statement set out on page 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

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 that 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.

, Statutory Auditor

Date

Middlesbrough Development Company Limited
Profit and Loss Account
For The Year Ended 31 March 2022

	Notes	31 March 2022	31 March 2021
		£	£
Administrative expenses		<u>(112,910)</u>	<u>(81,464)</u>
OPERATING LOSS		(112,910)	(81,464)
Interest payable and similar charges		<u>(96,040)</u>	<u>(7,612)</u>
LOSS FOR THE FINANCIAL YEAR		<u><u>(208,950)</u></u>	<u><u>(89,076)</u></u>

The notes on pages 7 to 8 form part of these financial statements.

Middlesbrough Development Company Limited
Balance Sheet
As at 31 March 2022

	Notes	31 March 2022		31 March 2021	
		£	£	£	£
FIXED ASSETS					
Tangible Assets	3		5,897,413		1,098,737
			<u>5,897,413</u>		<u>1,098,737</u>
CURRENT ASSETS					
Debtors	4	40,559		86,681	
Cash at bank and in hand		<u>413,382</u>		<u>254,293</u>	
		453,941		340,974	
Creditors: Amounts Falling Due Within One Year	5	<u>(104,356)</u>		<u>(8,763)</u>	
NET CURRENT ASSETS (LIABILITIES)			<u>349,585</u>		<u>332,211</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>6,246,998</u>		<u>1,430,948</u>
Creditors: Amounts Falling Due After More Than One Year	6		<u>(6,590,000)</u>		<u>(1,565,000)</u>
NET LIABILITIES			<u>(343,002)</u>		<u>(134,052)</u>
CAPITAL AND RESERVES					
Called up share capital	7		1		1
Profit and Loss Account			<u>(343,003)</u>		<u>(134,053)</u>
SHAREHOLDERS' FUNDS			<u>(343,002)</u>		<u>(134,052)</u>

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

On behalf of the board

Date

The notes on pages 7 to 8 form part of these financial statements.

Middlesbrough Development Company Limited
Notes to the Financial Statements
For The Year Ended 31 March 2022

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

1.2. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

1.3. Investment Properties

All investment properties are carried at fair value determined annually and derived from the current market rents and investment property yields for comparable real estate, adjusted if necessary for any difference in the nature, location or condition of the specific asset. No depreciation is provided for. Changes in fair value are recognised in the profit and loss account.

2. Average Number of Employees

Average number of employees, including directors, during the year was as follows: (2021: 5)

3. Tangible Assets

		Investment Properties
Cost		£
As at 1 April 2021		1,098,737
Additions		4,798,676
As at 31 March 2022		5,897,413
Net Book Value		
As at 31 March 2022		5,897,413
As at 1 April 2021		1,098,737

4. Debtors

	31 March 2022	31 March 2021
	£	£
Due within one year		
Other debtors	1	1
VAT	40,558	86,680
	40,559	86,681

5. Creditors: Amounts Falling Due Within One Year

	31 March 2022	31 March 2021
	£	£
Trade creditors	1	-
Other taxes and social security	1,534	1,534
Accruals and deferred income	102,821	7,229
	104,356	8,763

Middlesbrough Development Company Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2022

6. Creditors: Amounts Falling Due After More Than One Year

	31 March 2022	31 March 2021
	£	£
Other creditors	3,980,000	395,000
Capital grants	2,610,000	1,170,000
	<u>6,590,000</u>	<u>1,565,000</u>

7. Share Capital

	31 March 2022	31 March 2021
Allotted, Called up and fully paid	<u>1</u>	<u>1</u>

8. FRC Ethical Standard - Provision Available for Small Entities

In common with other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements.

9. General Information

Middlesbrough Development Company Limited is a private company, limited by shares, incorporated in England & Wales, registered number 11841684. The registered office is PO BOX 503 Town Hall, Middlesbrough, TS1 9FX.

Middlesbrough Development Company Limited
Trading Profit and Loss Account
For The Year Ended 31 March 2022

	31 March 2022		31 March 2021	
	£	£	£	£
Administrative Expenses				
Wages and salaries	69,030		13,050	
Directors Pensions	40,000		40,000	
Advertising and marketing costs	-		478	
Accountancy fees	3,840		2,400	
Legal fees	-		25,216	
Other office costs	40		320	
		(112,910)		(81,464)
OPERATING LOSS		(112,910)		(81,464)
Interest payable and similar expenses				
Bank charges	448		383	
Other interest payable	95,592		7,229	
		(96,040)		(7,612)
LOSS FOR THE FINANCIAL YEAR		(208,950)		(89,076)