

REGISTERED NUMBER: 02691706 (England and Wales)

ROCC COMPUTERS LIMITED

Audited Financial Statements for the Year Ended 31 March 2022

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for the year ended 31 March 2022**

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ROCC COMPUTERS LIMITED

**Company Information
for the year ended 31 March 2022**

DIRECTORS: P J Aldrich
L P Aldrich

SECRETARY: K J Bristow

REGISTERED OFFICE: Stanford Gate
South Road
Brighton
Sussex
BN1 6SB

REGISTERED NUMBER: 02691706 (England and Wales)

AUDITORS: Feist Hedgethorne Limited
Statutory Auditors
Chartered Accountants
Preston Park House
South Road
Brighton
East Sussex
BN1 6SB

ROCC COMPUTERS LIMITED (REGISTERED NUMBER: 02691706)

**Statement of Financial Position
31 March 2022**

	Notes	2022 £	2021 £
FIXED ASSETS			
Tangible assets	4	662,102	722,076
Investments	5	-	-
Investment property	6	633,349	742,872
		<u>1,295,451</u>	<u>1,464,948</u>
CURRENT ASSETS			
Stocks		2,200	6,038
Debtors	7	2,266,303	1,438,358
Cash at bank		1,589,534	1,823,647
		<u>3,858,037</u>	<u>3,268,043</u>
CREDITORS			
Amounts falling due within one year	8	(1,710,291)	(1,398,583)
NET CURRENT ASSETS		<u>2,147,746</u>	<u>1,869,460</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		3,443,197	3,334,408
PROVISIONS FOR LIABILITIES		(20,754)	(48,073)
PENSION LIABILITY	12	(2,765,455)	(2,553,500)
NET ASSETS		<u>656,988</u>	<u>732,835</u>
CAPITAL AND RESERVES			
Called up share capital	10	800,001	800,001
Revaluation reserve		886,802	1,021,008
Retained earnings		(1,029,815)	(1,088,174)
SHAREHOLDERS' FUNDS		<u>656,988</u>	<u>732,835</u>

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 19 December 2022 and were signed on its behalf by:

L P Aldrich - Director

The notes form part of these financial statements

**Notes to the Financial Statements
for the year ended 31 March 2022**

1. STATUTORY INFORMATION

ROCC Computers 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 as modified by the revaluation of certain assets.

The presentation currency of the financial statements is the Pound Sterling (£), which is the functional currency of the Company. Monetary amounts in these financial statements are rounded to the nearest pound.

Preparation of consolidated financial statements

The financial statements contain information about ROCC Computers Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

Significant judgements and estimates

Preparation of the financial statements requires management to make significant judgements and estimates and these estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The items in the financial statements where these judgements and estimates have been made include the useful economic life of tangible fixed assets, the depreciation and amortisation of these assets, stock obsolescence, provisions and recoverability of debtors.

The company's key sources of estimation uncertainty include:

(a) Pension and other post-employment benefits

The cost of the defined benefit pension scheme is determined using actuarial valuations. These involve making assumptions about discount rates, future salary increases, mortality rates and future pension increase. Due to the complexity of the valuation, the underlying assumptions and the long term nature of this scheme, such estimates are subject to significant uncertainty. Management estimates these factors in determining the net pension obligation in the statement of financial position.

Turnover

Turnover represents the fair value of consideration received or receivable and represents the amount receivable for goods supplied or services rendered. Revenue is recognised when goods are invoiced and despatched to customers or services are provided and is stated net of VAT and trade discounts.

Revenue from contracts for the provision of services is recognised over the length of the contract.

Notes to the Financial Statements - continued
for the year ended 31 March 2022

2. ACCOUNTING POLICIES - continued

Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended by management.

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

Freehold property	-	straight line over 50 years
Plant and machinery	-	straight line over 3, 5 and 10 years
Fixtures and fittings	-	straight line over 3, 5 and 10 years
Computer equipment	-	straight line over 2, 3 and 5 years

No depreciation is provided for freehold land.

Impairment policy

At each balance sheet date, the company reviews the carrying amount of its assets to determine whether there is any indication that any items have suffered an impairment loss. If any such indication exists, the recoverable amount of an asset is estimated in order to determine the extent of the impairment loss, if any. Where it is not possible to estimate the recoverable amount of an asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in profit or loss.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Stocks consist of computer hardware and software licenses.

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, 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 statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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.

Notes to the Financial Statements - continued
for the year ended 31 March 2022

2. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

The company operates two pension schemes for employees:

1. Defined contribution scheme - The assets of the scheme are held separately from those of the company in independently administered funds. Contributions are charged to the profit and loss account as incurred.

2. Defined benefit scheme - To provide benefits to past and one present employee based on employees' final pensionable pay. The scheme was closed to new entrants on 1 April 1991. The assets of the scheme are held separately from those of the company with investment portfolio managers. Contributions are determined by qualified actuaries using the attained age method, making allowances for projected earnings.

The difference between the fair value of the assets held in the company's defined benefit pension scheme and the scheme's liabilities measured on the actuarial basis using the projected unit method are recognised in the company's balance sheet as a pension asset or liability as appropriate. The carrying value of any resulting pension scheme asset is restricted to the extent that the group is able to recover the surplus either through reduced contributions in the future or through refunds from the scheme. Deferred tax is recognised with the principles described in the deferred tax accounting policy above.

Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are charged or credited to other comprehensive income, together with the return on plan assets, less amounts included in net interest.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is recognised in profit or loss within other finance costs as 'interest on pension scheme'.

The deficit on the scheme is recognised in full and is presented on the face of the statement of financial position gross of the associated deferred tax asset.

Going concern

After reviewing the company's forecasts and projections, the directors have a reasonable expectation that the company has adequate resources to continue in existence for the foreseeable future. The company therefore continues to adopt the going concern basis in preparing its financial statements.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 26 (2021 - 28) .

Notes to the Financial Statements - continued
for the year ended 31 March 2022

4. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures, Fittings & equipment £	Computer equipment £	Totals £
COST OR VALUATION					
At 1 April 2021	697,128	31,838	46,057	130,453	905,476
Additions	-	-	437	12,951	13,388
Revaluations	(60,477)	-	-	-	(60,477)
At 31 March 2022	<u>636,651</u>	<u>31,838</u>	<u>46,494</u>	<u>143,404</u>	<u>858,387</u>
DEPRECIATION					
At 1 April 2021	-	23,430	43,104	116,866	183,400
Charge for year	11,154	1,278	2,063	9,544	24,039
Revaluation adjustments	(11,154)	-	-	-	(11,154)
At 31 March 2022	<u>-</u>	<u>24,708</u>	<u>45,167</u>	<u>126,410</u>	<u>196,285</u>
NET BOOK VALUE					
At 31 March 2022	<u>636,651</u>	<u>7,130</u>	<u>1,327</u>	<u>16,994</u>	<u>662,102</u>
At 31 March 2021	<u>697,128</u>	<u>8,408</u>	<u>2,953</u>	<u>13,587</u>	<u>722,076</u>

Cost or valuation at 31 March 2022 is represented by:

	Freehold property £	Plant and machinery £	Fixtures, Fittings & equipment £	Computer equipment £	Totals £
Valuation in 2010	557,366	-	-	-	557,366
Valuation in 2012	(92,078)	-	-	-	(92,078)
Valuation in 2013	(4,138)	-	-	-	(4,138)
Valuation in 2015	610,176	-	-	-	610,176
Valuation in 2019	(118,019)	-	-	-	(118,019)
Valuation in 2019	(815,095)	-	-	-	(815,095)
Valuation in 2021	(67,777)	-	-	-	(67,777)
Valuation in 2022	(60,477)	-	-	-	(60,477)
Cost	<u>626,693</u>	<u>31,838</u>	<u>46,494</u>	<u>143,404</u>	<u>848,429</u>
	<u>636,651</u>	<u>31,838</u>	<u>46,494</u>	<u>143,404</u>	<u>858,387</u>

The freehold property was valued on 27th September 2022 by Stiles Harrold Williams, an LLP regulated by RICS. The value at this date is considered to represent, in all material respects, the value at 31 March 2022 and, therefore, the property has been included in the accounts at this value.

The carrying amount of freehold property, had the revaluation not taken place, would have been £685,974.

The property is held partially for trading and partially as an investment property.

At the date of the valuation, 50.1% of the floor area (341.2 sqm) represented freehold property (2021: 48.4%, 329.5 sqm). The remainder is held for investment purposes.

5. FIXED ASSET INVESTMENTS

The company has a fixed asset investment in the share capital of Rocc Credit Limited which is held at £NIL value (2021: £NIL).

Notes to the Financial Statements - continued
for the year ended 31 March 2022

6. INVESTMENT PROPERTY

	Total £
FAIR VALUE	
At 1 April 2021	742,872
Revaluations	<u>(109,523)</u>
At 31 March 2022	<u>633,349</u>
NET BOOK VALUE	
At 31 March 2022	<u>633,349</u>
At 31 March 2021	<u>742,872</u>

The investment property was valued on 27th September 2022 by Stiles Harrold Williams, an LLP regulated by RICS. The value at this date is considered to represent, in all material respects, the value at 31 March 2022 and, therefore, the property has been included in the accounts at this value.

Fair value at 31 March 2022 is represented by:

	£
Valuation in 2019	815,095
Valuation in 2021	<u>(72,223)</u>
Valuation in 2022	<u>(109,523)</u>
	<u>633,349</u>

The revaluation amount of £109,523 has been included as an expense in the income statement.

The property is held partially for trading and partially as an investment property.

At the date of the valuation, 49.9% of the floor area (339.4 sqm) represented investment property (2021: 51.6%, 351.1 sqm). The remainder is held for trading purposes.

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade debtors	1,230,597	490,878
Other debtors	<u>1,035,706</u>	<u>947,480</u>
	<u>2,266,303</u>	<u>1,438,358</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade creditors	366,174	638,341
Taxation and social security	259,874	128,865
Other creditors	<u>1,084,243</u>	<u>631,377</u>
	<u>1,710,291</u>	<u>1,398,583</u>

9. SECURED DEBTS

ROCC Computers Pension Trustee Limited holds a legal mortgage on the freehold property.

Notes to the Financial Statements - continued
for the year ended 31 March 2022

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2022 £	2021 £
8,000,007	Ordinary	10p	<u>800,001</u>	<u>800,001</u>

11. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

As the Directors' report and income statement have been omitted from the filing copy of the financial statements, the following information in relation to the audit report on the statutory financial statements is provided in accordance with section 444(5B) of the Companies Act 2006.

The audit report was unqualified.
The senior statutory auditor was Chris Morey.
The auditor was Feist Hedgethorpe Limited.

12. EMPLOYEE BENEFIT OBLIGATIONS

The group and company operate two pension schemes for employees. Details of the scheme are as follows:

Defined contribution scheme

The group operates a money purchase scheme for employees of the company. The assets of the scheme are held separately from those of the company in independently administered funds.

Defined benefit scheme

This pension scheme, which is in respect of past employees of the company, is to provide benefits based on employees' final pensionable pay. The scheme was closed to new entrants on 1 April 1991. The assets of the scheme are held separately from those of the parent undertaking, being invested with investment portfolio managers. Contributions to the scheme are determined by the company based calculations prepared by independently qualified actuaries, on the basis of a triennial valuation, using the attained age method in which the actuarial liability makes allowances for projected earnings.

The most recent full actuarial valuation of the scheme was performed by the Scheme Actuary as at 1 April 2021. This valuation revealed a funding shortfall. The Company agreed to pay £100,000 pa from 1 April 2022 for a period of 31 years and 1 month, increasing at 5% pa; in addition to meeting the Scheme's administration expenses of £105,764. During the year ending 31 March 2022 the Company paid £192,045 in contributions and an addition £40,000 of prepaid contributions was released into the scheme. The Company expects to pay £100,000 to the Scheme during the accounting year beginning 1 April 2022. The results of the 2021 valuation have been updated to 31 March 2022 by a qualified independent actuary.

Notes to the Financial Statements - continued
for the year ended 31 March 2022

12. EMPLOYEE BENEFIT OBLIGATIONS - continued

The amounts recognised in profit or loss are as follows:

	Defined benefit pension plans	
	2022	2021
	£	£
Current service cost	-	-
Net interest from net defined benefit asset/liability	54,000	84,000
Curtailement cost	49,000	368,000
Administration expenses	-	64,000
	<u>103,000</u>	<u>516,000</u>
Actual return on plan assets	<u>319,000</u>	<u>1,617,000</u>

Changes in the present value of the defined benefit obligation are as follows:

	Defined benefit pension plans	
	2022	2021
	£	£
Opening defined benefit obligation	13,071,000	12,526,000
Curtailement cost	49,000	368,000
Interest income	281,000	318,000
Actuarial losses/(gains)	660,000	487,000
Benefits paid	(652,000)	(628,000)
	<u>13,409,000</u>	<u>13,071,000</u>

Changes in the fair value of scheme assets are as follows:

	Defined benefit pension plans	
	2022	2021
	£	£
Opening fair value of scheme assets	10,517,500	9,307,000
Administration costs	-	(64,000)
Contributions by employer	232,045	51,500
Interest income	227,000	234,000
Expected return	319,000	1,617,000
Benefits paid	(652,000)	(628,000)
	<u>10,643,545</u>	<u>10,517,500</u>

Notes to the Financial Statements - continued
for the year ended 31 March 2022

12. EMPLOYEE BENEFIT OBLIGATIONS - continued

The amounts recognised in other comprehensive income are as follows:

	Defined benefit pension plans	
	2022	2021
	£	£
Actuarial gains/(losses)	(660,000)	(487,000)
Actual returns on assets less interest	319,000	1,617,000
	<u>(341,000)</u>	<u>1,130,000</u>

The major categories of scheme assets as amounts of total scheme assets are as follows:

	Defined benefit pension plans	
	2022	2021
	£	£
Cash	216,000	27,000
Property	382,000	329,000
Mixed Fund	10,045,545	10,161,500
	<u>10,643,545</u>	<u>10,517,500</u>

Principal actuarial assumptions at the balance sheet date (expressed as weighted averages):

	2022	2021
Discount rate	2.90%	2.20%
Future pension increases	3.80%	3.60%
Retail Price Index	4.30%	3.40%
Consumer Price Index	3.30%	2.40%
Inflation linked increases in deferment	3.30%	2.40%
Increases for GMP	2.60%	2.30%
Retail Price Index - post retirement	3.70%	3.30%
Consumer Price Index - post retirement	3.30%	2.70%

The mortality assumptions adopted at 31 March 2022 imply the following life expectancies:

Expectancy in years	2022	2021
Male aged 65 in 2021	21.6	20.3
Female aged 65 in 2021	23.9	22.7
Male at age 65, aged 45 in 2021	22.3	21.0
Female at age 65, aged 45 in 2021	24.8	23.6

Notes to the Financial Statements - continued
for the year ended 31 March 2022

13. EQUITY RESERVES

Share capital - This represents the nominal value of shares that have been issued.

Retained earnings - Includes all current and prior period retained profits and losses.

Revaluation reserve - Includes all current and prior period revaluations on assets.

The movement in the revaluation reserve in the year is as follows:

	£
Balance brought forward	1,021,008
Revaluation of freehold property	(49,323)
Deferred tax on freehold property	27,319
Transfers to retained earnings	(109,523)
Excess depreciation on revalued assets	(2,679)
Balance carried forward	886,802

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.