

REGISTERED NUMBER: 02517487 (England and Wales)

Financial Statements for the Year Ended 31 December 2019

for

Odyssey Systems Limited



Odyssey Systems Limited (Registered number: 02517487)

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for the Year Ended 31 December 2019**

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Odyssey Systems Limited

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

DIRECTORS:

M Odysseas
Ms C L Gilbert
A Middlemiss
M J N Park

SECRETARY:

Ms C L Gilbert

REGISTERED OFFICE:

Lockheed Court, Preston Farm
Stockton On Tees
Cleveland
TS18 3SH

REGISTERED NUMBER:

02517487 (England and Wales)

AUDITORS:

Tindle's LLP
Chartered Accountants and Statutory Auditors
Scotswood House
Teesdale South
Thornaby Place
Stockton on Tees
TS17 6SB

Odyssey Systems Limited (Registered number: 02517487)

**Balance Sheet
31 December 2019**

	Notes	2019		2018	
		£	£	£	£
FIXED ASSETS					
Tangible assets	4		974,785		960,727
Investment property	5		2,349,166		2,335,945
			<u>3,323,951</u>		<u>3,296,672</u>
CURRENT ASSETS					
Stocks		88,710		93,309	
Debtors	6	176,590		357,077	
Cash at bank and in hand		1,624,096		1,149,598	
		<u>1,889,396</u>		<u>1,599,984</u>	
CREDITORS					
Amounts falling due within one year	7	487,227		366,219	
			<u>1,402,169</u>		<u>1,233,765</u>
NET CURRENT ASSETS					
			<u>4,726,120</u>		<u>4,530,437</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
CREDITORS					
Amounts falling due after more than one year	8		(27,500)		(106,750)
PROVISIONS FOR LIABILITIES					
			<u>(181,372)</u>		<u>(172,205)</u>
NET ASSETS			<u>4,517,248</u>		<u>4,251,482</u>
CAPITAL AND RESERVES					
Called up share capital	9		54,331		54,231
Share premium			76,243		73,910
Non-distributable reserve	10		2,376		2,376
Retained earnings			4,384,298		4,120,965
SHAREHOLDERS' FUNDS			<u>4,517,248</u>		<u>4,251,482</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 28.9.2020 and were signed on its behalf by:



.....
A Middlemiss - Director

The notes form part of these financial statements

Odyssey Systems Limited (Registered number: 02517487)

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

1. STATUTORY INFORMATION

Odyssey Systems 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.

In respect of COVID-19 Odyssey Systems has continued and continues to operate and provide services to its diverse customer base, with the Directors of the company continually reviewing ongoing and forecast performance to take into account developments in the business and UK government announcements.

The company continues to show robust operating financial performance for the year to 31 December 2020, a position the Directors anticipate will continue going forward although there is obviously a degree of uncertainty present regarding the operating and wider economic environment.

TURNOVER

Turnover shown in the Income Statement represents the right to consideration for the performance of the obligations of the company, and is stated excluding value added tax.

TANGIBLE FIXED ASSETS

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

Property	- 2% on cost
Network infrastructure	- 33% on reducing balance
Fixtures and fittings	- 20% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 33% on reducing balance

GOVERNMENT GRANTS

Government grants are recognised and accounted for under the accrual model.

Grants relating to revenue are recognised in other operating income on a systematic basis so as to match them to expenditure to which they relate. Grants relating to assets are initially credited to other creditors and are then released to other operating income on a straight line basis over the expected useful life of the assets.

INVESTMENT PROPERTY

Investment properties are measured at fair value at each reporting date with changes in fair value being recognised in the Income Statement. Changes in fair value (net of applicable deferred tax) are then transferred from retained earnings to a non-distributable reserve.

STOCKS

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

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

2. ACCOUNTING POLICIES - continued

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 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.

PENSION COSTS AND OTHER POST-RETIREMENT BENEFITS

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are recognised in the Income Statement in the period to which they relate.

SHARE CAPITAL

Called up share capital is allotted, issued and fully paid.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 29 (2018 - 29).

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

4. TANGIBLE FIXED ASSETS

	Property £	Network infrastructure £	Fixtures and fittings £
COST			
At 1 January 2019	464,642	501,590	182,459
Additions	-	107,723	33,348
Disposals	-	-	-
At 31 December 2019	464,642	609,313	215,807
DEPRECIATION			
At 1 January 2019	27,869	212,086	90,154
Charge for year	9,288	126,660	23,614
Eliminated on disposal	-	-	-
At 31 December 2019	37,157	338,746	113,768
NET BOOK VALUE			
At 31 December 2019	427,485	270,567	102,039
At 31 December 2018	436,773	289,504	92,305
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 January 2019	320,935	145,081	1,614,707
Additions	91,913	4,200	237,184
Disposals	(45,934)	-	(45,934)
At 31 December 2019	366,914	149,281	1,805,957
DEPRECIATION			
At 1 January 2019	223,397	100,474	653,980
Charge for year	28,283	15,414	203,259
Eliminated on disposal	(26,067)	-	(26,067)
At 31 December 2019	225,613	115,888	831,172
NET BOOK VALUE			
At 31 December 2019	141,301	33,393	974,785
At 31 December 2018	97,538	44,607	960,727

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

5. INVESTMENT PROPERTY

	Total £
FAIR VALUE	
At 1 January 2019	2,335,945
Additions	13,221
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At 31 December 2019	2,349,166
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NET BOOK VALUE	
At 31 December 2019	2,349,166
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At 31 December 2018	2,335,945
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The methods and significant assumptions used to ascertain the fair value of £2,349,166 are as follows:

The fair value of tenanted investment properties (£2,293,327 at 31 December 2019 and £1,744,651 at 31 December 2018) is derived with reference to the current and expected future rental income from relevant properties and illustrative rental yields for properties that are considered to be comparable in terms of location, nature and so forth.

As at 31 December 2019 the applicable investment properties have been valued using illustrative rental yields of approximately 8% to 9% per annum (2018: 9% per annum).

The fair value of investment properties that are under development (£55,839 at 31 December 2019 and £591,294 at 31 December 2018) has been derived with reference to third party acquisition prices.

In respect of COVID-19 it is noted that property rental activities have proven resilient with no notable changes having occurred during the year to 31 December 2020.

At a broader level the company will continue to monitor the impacts of COVID-19 on the wider commercial property market and - where applicable - will assess and reflect the impact of relevant wider market dynamics in the 31 December 2020 fair value assessments.

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade debtors	61,437	80,602
Other debtors	115,153	276,475
	<hr/>	<hr/>
	176,590	357,077
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7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade creditors	129,320	44,523
Taxation and social security	194,365	208,992
Other creditors	163,542	112,704
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	487,227	366,219
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Odyssey Systems Limited (Registered number: 02517487)

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

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2019	2018
	£	£
Other creditors	<u>27,500</u>	<u>106,750</u>

9. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2019	2018
Number:	Class:	Nominal value:	£	£
54,331	Ordinary	£1	<u>54,331</u>	<u>54,231</u>

100 Ordinary shares of £1 each were allotted as fully paid at a premium of £23.33 per share during the year.

10. RESERVES

The share premium account represents the premium arising on the issue of shares net of any issue costs.

The non-distributable reserve is used to record fair value gains and losses on investment properties and is maintained to assist with the identification of profits available for distribution.

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

The Report of the Auditors was unqualified.

Robert R Tindle (Senior Statutory Auditor)
for and on behalf of Tindle's LLP

12. RELATED PARTY DISCLOSURES

As disclosed by the Directors' benefits: advances, credit and guarantees note, loans to directors subsisted during the years ended 31 December 2019 and 31 December 2018.

The following transactions for the years ended 31 December 2019 and 31 December 2018 are disclosed pursuant to section 1AC.35 of FRS 102 as applicable to small companies:

During the years ended 31 December 2019 and 31 December 2018 the owners of the Company provided funds to the Company, no finance costs were incurred and there were no fixed repayment terms. The amount owed to owners of the Company at 31 December 2019 was £32,523 (2018: £(6,363) debtor) with the maximum balance owed during the year ended 31 December 2019 being £61,049 (2018: £51,008).

13. POST BALANCE SHEET EVENTS

During 2020 the company has invested circa £95,000 in its motor vehicle fleet together with circa £120,000 in further network infrastructure assets. See also the Investment Property note above.

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

14. **SHARE-BASED PAYMENT TRANSACTIONS**

The company has taken advantage of the exemption in Section 35.10b of FRS 102 not to apply Section 26 Share-based Payment to share options granted before 1 January 2016 (the start of the first reporting period that complies with FRS 102).

One share option scheme was active during the year ended 31 December 2019.

The scheme issued 4,000 share options at a price of £24.33 per share, of which 2,000 options were available to exercise at 31 December 2018 and 2,400 options were available to exercise at 31 December 2019.

The remaining options become exercisable in tranches between 31 March 2020 and 31 March 2023, with the options remaining active until 19 June 2024 unless certain conditions arise.

During the year ended 31 December 2019 100 options were exercised at the standard price of £24.33 per share, with 1,700 options being exercisable but not exercised at the balance sheet date.

15. **DIRECTORS' BENEFITS: ADVANCES, CREDITS AND GUARANTEES**

The following loans to directors subsisted during the years ended 31 December 2019 and 31 December 2018. Interest was charged at the official rate where applicable and the balances were unsecured with no fixed repayment terms:

	2019 £	2018 £
Balance outstanding at the start of the year	6,363	-
Advances in the year	134,398	15,463
Repayments in the year	(140,761)	(9,100)
Balance outstanding at the end of the year	<u><u>-</u></u>	<u><u>6,363</u></u>