

Annual Report
for the Year Ended 28 October 2019
for
Sellec Pension Fund

VOICE & CO ACCOUNTANCY SERVICES LIMITED
CHARTERED ACCOUNTANTS &
REGISTERED AUDITORS
14 Jessops Riverside
800 Brightside Lane
Sheffield
S9 2RX

Sellec Pension Fund

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Sellec Pension Fund

**Trustee and Advisers
for the Year Ended 28 October 2019**

TRUSTEE: S R Hoole

ENQUIRIES: Sellec Limited
Dukeries Way
Dukeries Industrial Estate
Worksop
Nottinghamshire
S81 7DW

ACCOUNTANTS: VOICE & CO ACCOUNTANCY SERVICES LIMITED
CHARTERED ACCOUNTANTS &
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14 Jessops Riverside
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Sellec Pension Fund

Report of the Trustee for the Year Ended 28 October 2019

The trustee presents his report for the year ended 28 October 2019.

The scheme is a Small Self-Administered Pension Plan for the purpose of providing retirement and death benefits for its member. The fund was established by Sellec (Special Cables) Limited trust deed on 29 October 1986 and is governed by the rules then established. The Scheme has been approved as an Exempt Approved Scheme under the terms of the Income and Corporation Taxes Act 1988.

On 29th January 2015 the trustees agreed a name change from Sellec (Special Cables) Limited Pension Scheme to Sellec Pension Fund.

MANAGEMENT OF THE SCHEME

The trustees during the year under review were:

S R Hoole

The board consists of the managing trustee appointed by Sellec Limited. The trustee serves until requested to step down or until they indicate that they wish to step down.

FINANCIAL DEVELOPMENT

The financial statements have been prepared in accordance with regulations made under Sections 41(1) and (6) of the Pension Act 1995.

MEMBERSHIP

Details of membership of the scheme during the year are shown below:

	At 29.10.18	Increase	Decrease	At 28.10.19
Active members	1	-	-	1
Pensioners	-	-	-	-
Deferred pensioners	-	-	-	-
	<u>1</u>	<u>-</u>	<u>-</u>	<u>1</u>

INVESTMENT REPORT

Further details of investment performance are set out in the investment report included in the Annual Report.

COMPLIANCE STATEMENT

Additional information and statutory disclosures are given in the compliance statement included in the Annual Report.

Signed by the Trustee:

S R Hoole

12 December 2019

**Report of the Accountants to the Trustee of
Sellec Pension Fund**

In accordance with instructions given to us we have prepared without carrying out an audit the annexed financial statements from the accounting records of Sellec Pension Fund and from information and explanations supplied to us.

VOICE & CO ACCOUNTANCY SERVICES LIMITED
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12 December 2019

Sellec Pension Fund
Fund Account
for the Year Ended 28 October 2019

		<u>2019</u>	<u>2018</u>
	Notes	£	£
CONTRIBUTIONS AND BENEFITS			
Benefits paid	2	0	0
Administrative expenses	3	<u>654</u>	<u>1,356</u>
		<u>654</u>	<u>1,356</u>
Net withdrawals from dealings with members		<u>(654)</u>	<u>(1,356)</u>
RETURNS ON INVESTMENTS			
Investment income	4	25,667	43,272
Change in market value of investments	5	<u>-</u>	<u>-</u>
Net returns on investments		<u>25,667</u>	<u>43,272</u>
NET INCREASE/(DECREASE) IN THE FUND DURING THE YEAR		25,013	41,916
NET ASSETS OF THE SCHEME AT 29 OCTOBER 2018		<u>555,036</u>	<u>513,120</u>
AT 28 OCTOBER 2019		<u>580,049</u>	<u>555,036</u>

Sellec Pension Fund

**Net Assets Statement
28 October 2019**

		<u>2019</u>	<u>2018</u>
	Notes	£	£
Investment assets	5	491,901	491,901
Current assets	6	93,085	67,418
Current liabilities	7	<u>(4,937)</u>	<u>(4,283)</u>
NET ASSETS OF THE SCHEME AT 28 OCTOBER 2019		<u>580,049</u>	<u>555,036</u>

The financial statements summarise the transactions of the scheme and deal with the net assets at the disposal of the trustees. They do not take account of obligations to pay pensions and benefits which fall due after the end of the scheme year.

These financial statements were approved by the Trustee on 12 December 2019

Signed by the Trustee:

S R Hoole

Sellec Pension Fund

Notes to the Financial Statements for the Year Ended 28 October 2019

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared in accordance with the guidelines set out in the Statement of Recommended Practice, Financial Reports of Pension Schemes (revised May 2007).

Valuation of investments

The movements in investments are summarised in note 5.

Property

The rental income received is in respect of land and property at Dukeries Industrial Estate, Worksop, occupied by Sellec Limited from 1st December 2014.

Sellec Limited were given a rent free period of 1 year and the annual rent of £36,000 commenced 1st December 2015. This is subject to review every three years.

From 1st January 2019 the annual rent is now £20,000.

Benefits payable

Benefits payable include all valid benefit claims notified to the trustees during the financial year.

Transfer payments

The transfer payments relate to those early leavers whose transfers have been completed and paid by the trustees during the year.

Pensions in payment

The scheme holds insurance policies to cover pensions in payment in respect of certain members. The cost of acquiring these policies is written off in the Fund Account for the year in which they are purchased and represents the cost of discharging the obligations of the scheme to the relevant members at the time of purchase. Accordingly, no value is attributed to these policies in the net assets statement.

Investment income

Interest and dividends, together with imputed tax credits (where applicable) are accounted for on an accruals basis.

Rents receivable are also accounted for on an accruals basis and are shown net of property outgoings other than management costs.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are included in the Fund Account.

2. BENEFITS

	2019 £	2018 £
Pensions paid	0	0
Commutations and lump sum		
Retirement benefits	-	-
	<u>0</u>	<u>0</u>

Sellec Pension Fund

Notes to the Financial Statements for the Year Ended 28 October 2019

3. ADMINISTRATIVE EXPENSES

	2019 £	2018 £
Administration and processing	-	415
Accountancy	654	941
Bad debts	-	-
Bank charges	-	-
	<u>654</u>	<u>1,365</u>

All other administrative expenses are borne directly by.

4. INVESTMENT INCOME

	2019 £	2018 £
Net rents from properties	25,667	36,000
Interest on cash deposits	-	-
Investment interest	-	7,272
Loan interest	-	-
	<u>25,667</u>	<u>43,272</u>

5. INVESTMENTS

Investments purchased by the scheme are allocated to provide benefits to the individuals on whose behalf the corresponding contributions were paid. Accordingly, any assets identified as designated to members in the net assets statement do not form a common pool of assets available for members generally. Members receive an annual statement confirming the contributions paid on their behalf and the value of their money purchase rights.

The movements in investments during the year were:

	2019 £	2018 £
Market value at 29 October	491,901	491,901
Purchases at cost	-	-
	<u>491,901</u>	<u>491,901</u>
Market value at 28 October	<u>491,901</u>	<u>491,901</u>

	2019 £	2018 £
Allocated to members	400,000	400,000
Not allocated to members	91,901	91,901
	<u>491,901</u>	<u>491,901</u>

Equities

	2019 £	2018 £
UK unquoted	<u>91,901</u>	<u>91,901</u>

The scheme owns the freehold property occupied by the principal employer. The property represents 81% (2017 - 81%) of the total net assets of the scheme. During the year the fund continued to make a loan available to the principal employer.

Sellec Pension Fund

**Notes to the Financial Statements
for the Year Ended 28 October 2019**

5. INVESTMENTS - continued

The land and buildings are stated at open market value as at 3rd September 2013 and have been independently valued by Fisher German, Royal Institute of Chartered Surveyors.

6. CURRENT ASSETS

	2019	2018
	£	£
Cash balances	45,418	40,418
Other debtors	<u>47,667</u>	<u>27,000</u>
	<u>93,085</u>	<u>67,418</u>

7. CURRENT LIABILITIES

	2019	2018
	£	£
Accrued expenses	605	605
VAT	3,600	3,600
Other liabilities	<u>732</u>	<u>78</u>
	<u>4,937</u>	<u>4,283</u>

Sellec Pension Fund

Investment Report for the Year Ended 28 October 2019

INVESTMENT PRINCIPLES

The scheme's assets are invested in accordance with the Occupational Pension Scheme (Investment of Scheme's Resources) Regulation 1992. As is common for schemes of this type (ie Small Self-Administered Schemes) a significant proportion of the Scheme's assets is represented by the property occupied by the principal employer. The overall investment policy of the Scheme is determined in consultation with Investment Managers. Given the nature of a Pension Fund's liabilities, the investment objectives have been to maximise the overall return from income and capital appreciation, without resorting to a high risk profile.

CUSTODIAL ARRANGEMENTS

The investment manager provides a custodial service in respect of the scheme, with the exception of cash deposits and properties. All investments are registered in the name of the scheme and the trustees obtain confirmation from the investment advisers on a yearly basis that this remains the case. The investment manager has in the past outlined the system of internal control in place within the organisation to secure safe custody of the scheme's assets, and the trustees are satisfied with these arrangements. The title deeds to the properties are in safe custody with the trustees, and all are registered in the name of the scheme.

Sellec Pension Fund

**Compliance Statement
for the Year Ended 28 October 2019**

TAX STATUS OF THE SCHEME

The Sellec Limited Pension Scheme is an exempt approved scheme. The trustees are not aware of any matters which might prejudice the tax status of the scheme.