



# Raven Development Homes Financial Statements

YEAR ENDED 31 MARCH 2021



Building  
homes  
Changing  
lives

## Contents

Board and Company information	2
Directors' report	4
Statement of Directors' responsibilities	6
Independent Auditor's report	8
Statement of Income and Retained Earnings for the year ended 31 March 2021	10
Statement of Financial Position as at 31 March 2021	11
Notes to the Financial Statements for the year ended 31 March 2021	12

# Board and Company information

## Board of Directors

Jonathan Higgs  
Mark Baker

## Secretary

Mark Baker *(resigned 17th March 2021)*  
Asantewaa Brenya *(appointed 17th March 2021)*

## Registered Office

29 Linkfield Lane  
Redhill, Surrey  
RH1 1SS

## Auditor

BDO LLP  
2 City Place  
Beehive Ring Road  
Gatwick  
West Sussex  
RH6 0PA

## Bankers

Barclays Bank plc  
Barclays Commercial Bank  
Level 12  
1 Churchill Place  
London  
E14 5HP

## Solicitors

Anthony Collins  
134 Edmund Street  
Birmingham  
B3 2ES

## Company Registration Number

10653135

# Directors' report



# Directors' report

## The Directors present their report and the audited financial statements for the year ended 31 March 2021.

### Principal activities

The principal activity of Raven Development Homes Limited (the Company) during the year was the development of homes for outright sale.

### Business review

Raven Development Homes Limited has been trading as 'Raven Homes' since it was incorporated in March 2017. Raven Homes' purpose is to generate profits from market sale housing in order to financially support the charitable aims of the Raven Housing Group.

The Company is currently developing two sites: Burrstone Gardens and Rosebay Close.

Burrstone Gardens is being delivered via construction management. Works started on site in 2018. The site continued to operate throughout the pandemic and lockdowns but there have been delays during the last year. These have arisen from sub-contractor resourcing, social distancing on site and significant supply issues because of the pandemic and Brexit. The Board approved a revised budget in the year. Sales commenced in the year and the product has been well-received in the market.

Rosebay Close is being delivered via a design and build contract with William Lacey. Works are progressing well, although there has been some delay as a result of the Coronavirus (est. 4-6 weeks). Values are holding and sales will commence in spring 2021.

The profit on ordinary activities for 2020/21 of £0.8m represents the surplus on completion and sale of 29 properties at Burrstone Gardens.

The Company has a loan facility in place with Raven Housing Trust which was extended to £25m to October 2021. This continues to fund the development activity, in advance of receiving sales proceeds. There is expected to be the financial capacity to repay the current loan during 2021/22.

Raven Homes continues to seek additional opportunities for Build for Sale.

In March 2021 the Group Board approved Raven Development Homes to enter into a Joint Venture LLP with Reigate and Banstead Council (RBBC). The Members will "own" the LLP in equal shares (50:50). The LLP is being established to enable Raven and RBBC to work together to facilitate the delivery of new homes in the borough and wider LEP area. The new company will be incorporated in the 2021/22 financial year.

The Raven Development Homes Limited Board approved the creation of Rosebay Close Management Company Limited to manage communal land/areas for Cheam scheme. The company will be incorporated and then made dormant and transferred to home owners in the 2021/22 financial year.

### Key risks

Raven Homes faces the following key risks on Burrstone Gardens and Rosebay Close – securing sales in line with our expectations on values and timing. This is a reducing risk on Burrstone Gardens as more sales complete. Risk mitigation and exit strategies are clear to seek to limit the impact of any price drops. Officers and the Board continue to monitor this closely. We are also closely monitoring quality control and aftercare across the sites.

Future delivery of sites is a live risk. Raven Homes is seeking additional land acquisitions. Success in this area has been an issue in previous years. However, our position in the market is improving with positive responses to recent offers. We continue to monitor this and direct resources here.

The Company continues to track risk and operates a risk register, which fits with the wider framework, operated within the Raven Group.

### Independent auditor

BDO LLP were appointed as auditors in November 2016 for the Raven Group after undergoing a competitive tender process.

### Disclosure of information to auditor

At the date of making this report each of the Company's Directors, as set out within Board and Company information, confirm the following:

- so far as the Directors are aware, there is no relevant audit information of which the Company's auditor is unaware; and
- each Director has taken all the steps that he ought to have taken as a Director in order to make himself aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

### Going concern

The Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence in the foreseeable future given the on-lending facility agreed by Raven Housing Trust Limited's Board. It is anticipated that the current projects of Burrstone Gardens and Rosebay Close will remain profitable, although the timings of cashflows have been delayed. The agreed loan extension to October 2021 from Raven Housing Trust provides sufficient liquidity support that the business plan requires for this period. As such Raven Development Homes Limited continues to operate on a going concern basis.

### Directors

Those who held office as Directors during the year are listed within Board and Company Information.

In preparing this report, the Directors have taken advantage of the small companies exemptions provided by Section 415A of the Companies Act 2006.

Signed on behalf of the Board of Directors



**Jonathan Higgs**  
Director  
01/09/2021

# Statement of Directors' responsibilities



# 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 year.

In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent; and
- 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.

# Independent Auditor's report

## Independent Auditor's Report to THE MEMBERS of Raven Development Homes Limited

### Opinion on the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 March 2021 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.

We have audited the financial statements of Raven Development Homes Limited ("the Company") for the year ended 31 March 2021 which comprise the Statement of Income and Retained Earnings, the Statement of Financial Position 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).

### 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Independence

We remain 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.

### 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 Company's ability to continue as a going concern for a period of at least twelve 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.

### Other information

The directors are responsible for the other information. The other information comprises the information included in the 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

### Other Companies Act 2006 reporting

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.

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 in relation to which 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; 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.

### Responsibilities of Directors

As explained more fully in the Statement of Directors' Responsibilities, 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.

#### *Extent to which the audit was capable of detecting irregularities, including fraud*

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the company and the sector in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to its registration with the Regulator of Social Housing, and we considered the extent to which non-compliance might have a material effect on the financial statements or their continued operation. We also considered those laws and regulations that have a direct impact on the financial statements such as compliance with the Accounting Direction for Private Registered Providers of Social Housing and tax legislation.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including

the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries to manipulate financial results and management bias in accounting estimates.

The audit procedures to address the risks identified included:

- Challenging assumptions made by management in their significant accounting estimates in particular in relation to the net realisable value of properties developed for sale, the defined benefit pension liability and finance lease liabilities;
- Identifying and testing journal entries, in particular any journal entries posted from staff members with privilege access rights, journals posted by key management, journals posted and journals posted after the year end.
- Reading minutes of meetings of those charged with governance, reviewing internal audit reports and reviewing correspondence with HMRC and the Regulator of Social Housing.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://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 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.



#### **Philip Cliftlands**

Senior Statutory Auditor

For and on behalf of BDO LLP, Statutory Auditor Gatwick, UK

Date: 21/9/21

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

## Statement of Income and Retained Earnings for the year ended 31 March 2021

	Note	2021 £	2020 £
<b>Turnover</b>		11,860,000	-
Cost of sales		(10,893,903)	-
<b>Gross profit / (loss)</b>		966,097	-
Administrative expenses		(141,803)	(132,888)
<b>Operating profit / (loss)</b>		<b>824,294</b>	<b>(132,888)</b>
Interest payable and similar charges	6	(24,740)	(123,235)
<b>Profit / (Loss) on ordinary activities before taxation</b>	4	799,554	<b>(256,123)</b>
Taxation	5	(83,728)	52,354
<b>Profit / (Loss) and total comprehensive income / expenditure for the financial period</b>		<b>715,826</b>	<b>(203,769)</b>
Retained loss at the beginning of the period		(361,406)	(157,637)
Profit / (Loss) for the period		715,826	(203,769)
<b>Retained earnings / (loss) at the end of the period attributable to the owners</b>		<b>354,420</b>	<b>(361,406)</b>

All amounts relate to continuing activities.

The accompanying notes form part of these financial statements.

## Statement of Financial Position as at 31 March 2021

Company registration number: 10653135

	Note	2021 £	2020 £
<b>Current assets</b>			
Debtors	7	514,659	179,074
Stock	8	9,960,718	14,787,380
Cash at bank and in hand		2,858,058	71,597
		13,333,435	15,038,051
Creditors: amounts falling due within one year	9	(12,979,014)	(15,399,456)
<b>Net current assets / (liabilities)</b>		<b>354,421</b>	<b>(361,405)</b>
<b>Total assets less current liabilities</b>		354,421	<b>(361,405)</b>
Creditors: amounts falling due after one year		-	-
<b>Total net assets / (liabilities)</b>		<b>354,421</b>	<b>(361,405)</b>
<b>Capital and reserves</b>			
Called up share capital	10	1	1
Retained earnings / (loss)		354,420	(361,406)
<b>Total Capital and reserves</b>		<b>354,421</b>	<b>(361,405)</b>

The financial statements have been prepared in accordance with the provision applicable to small companies within Part 15 of the Companies Act 2006.

These financial statements were approved by the Board of Management and authorised for issue on 1 September 2021 and signed on their behalf by:



**Jonathan Higgs**  
Director  
01/09/2021



**Mark Baker**  
Director  
01/09/2021

The accompanying notes form part of these financial statements.

# Notes to the Financial Statements for the year ended 31 March 2021



## 1. Legal status

Raven Development Homes Limited is a private limited company incorporated in England and Wales. The address of the registered office is 29 Linkfield Lane, Redhill, Surrey RH1 1SS.

Raven Development Homes Limited has two subsidiaries which are dormant. These are Burrstone Gardens Management Company Limited (12912671) and Thanet House Management Limited (12915490).

Information regarding the principal activities of the Company is included in the Directors' report.

## 2. Accounting policies

### 2.1 Basis of preparation

These financial statements have been prepared in accordance with FRS 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland, and the Companies Act 2006.

The financial statements have been prepared under the historic cost convention in accordance with the Company's accounting policies. All amounts are stated in pound sterling.

The Company has taken advantage of the following disclosure exemptions available under FRS 102:

- the exemption from preparing a statement of cash flows;
- the exemption from disclosing key management personnel compensation; and
- the exemption from certain financial instruments disclosures, as equivalent disclosures have been included in the consolidated financial statements of Raven Housing Trust Limited.

### 2.2 Going concern

The Directors have a reasonable expectation that the Company has adequate resources to continue in operational existence in the foreseeable future given the on-lending facility agreed by Raven Housing Trust Limited's Board. It is anticipated that the current projects of Burrstone Gardens and Rosebay Close will remain profitable, although the timings of cashflows have been delayed. The agreed loan extension to October 2021 from Raven Housing Trust provides sufficient liquidity support that the business plan requires for this period. As such Raven Development Homes Limited continues to operate on a going concern basis.

### 2.3 Revenue

All revenue is derived from sales proceeds from properties that have been developed specifically for outright sale. Revenue is recognised when a contract is legally complete. All turnover relates to activity in the United Kingdom.

### 2.4 Stock

Stock represents raw materials, work in progress and completed properties, including housing properties developed for outright sale.

Stock is stated at the lower of cost and net realisable value. Cost comprises materials, direct labour and direct development overheads. It also includes interest relating to loans advanced in order to finance specific development projects. Net realisable value is based on estimated sales proceeds after allowing for all further costs to completion and selling costs.

An assessment of whether there is any impairment is made at each reporting date. Where an impairment loss is identified, it is immediately recognised in the statement of consolidated income.

On disposal, sales proceeds are included in turnover and the costs of sales, including costs incurred in the development of properties. Marketing and other incidental costs are included in operating expenses.

### 2.5 Taxation

The tax expense represents the sum of the tax currently payable.

The current tax charge is based on the taxable profit for the period. Taxable profit differs from net profit as reported in the profit and loss account. It excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is recognised in respect of all timing differences between taxable profits and total comprehensive income that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date.

Deferred tax assets are recognised only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset realised. Deferred tax is charged or credited to profit or loss. The exception is when it relates to items charged or credited directly to other comprehensive income, in which case the deferred tax is also dealt with in other comprehensive income.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle on a net basis.

## 2.6 Cash and cash equivalents

Cash and cash equivalents consist of cash at bank, in hand, deposits, bank overdrafts and short term investments with an original maturity of three months or less.

## 2.7 Financial instruments

The Company accounts for financial instruments as basic in accordance with the recognition criteria in Section 11 of FRS 102.

Basic financial assets, including trade and other debtors, cash and bank balances, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction. In this case, the transaction is measured at the present value of the future receipts discounted at a market rate of interest for a similar instrument. Basic financial instruments are subsequently measured at amortised cost using the effective interest method.

Basic financial liabilities, including trade and other creditors, bank loans and loans from fellow group companies, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction. In this case, the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest for a similar debt instrument. Basic financial liabilities are subsequently measured at amortised cost, using the effective interest rate method.

Financial assets and liabilities that are classified as payable or receivable within one year on initial recognition are measured at the undiscounted amounts of the cash or other consideration expected to be paid or received, net of impairment.

## 2.8 Key sources of estimation uncertainty

The preparation of financial statements in conformity with generally accepted accounting practice, requires management to make estimates and judgements. These affect the reported amounts of assets and liabilities, as well as the disclosure of contingent assets and liabilities at the balance sheet date and the reported amounts of revenues and expenses during the reporting period.

## (a) Estimation of costs to complete

In order to determine the profit that the Company is able to recognise on its developments in a specific period, it is necessary to allocate development costs between units built in the current year and in future years. It also has to estimate costs to complete for such developments. There is a degree of uncertainty in making these assessments. The Company uses internal controls to assess and review carrying values.

## (b) Assessment of cost vs Net Realisable Value

Based on the costs to complete, the Company then determine the recoverability of the cost of properties developed for outright sale.

## 3. Directors' emoluments

In the year ended 31 March 2021, the total emoluments paid to the Directors of the Company were £0 (2020: £0). The total expenses were £0 (2020: £0).

## 4. Profit on ordinary activities before taxation

	2021	2020
	£	£
Auditor's remuneration (excluding VAT)	4,065	2,575

## 5. Taxation

	2021	2020
	£	£
<b>Current tax</b>		
In respect of current period	-	-
<b>Deferred tax</b>	83,728	(52,354)
Total tax charge / (credit) for the period	83,728	(52,354)

The tax assessed for the period is the same as the standard rate of corporation tax of 19% (2020: 19%) in the UK. The differences are explained below:

	2021	2020
	£	£
Profit / (Loss) on ordinary activities before tax	799,554	(256,123)
Group relief	-	-
Tax loss available to be carried forward	799,554	(256,123)
Tax on profit / (loss) at the standard rate of corporation tax	151,915	(48,663)
<b>Effects of:</b>		
Expenses not allowable for taxation	3,496	-
Surrender as group relief	-	-
Utilisation of tax losses	(83,728)	-
Adjustment to tax charge in respect of gift aid	(71,683)	-
Adjust opening deferred tax to average rate of 19%	-	(3,691)
Deferred tax charged in the profit and loss account for the period	83,728	-
Tax charge / (credit) for the period	83,728	(52,354)

Subject to the UK tax authority's agreement, the Company has tax losses of approximately £0k (2020: £441K) available for carry forward and offset against future profits. All tax losses were utilised in 2020/21. The Company has a deferred tax asset of £0k (2020: £84k). The reversal of previously held deferred tax asset has been recognised in the financial statements

## 6. Interest payable

	2021	2020
	£	£
On loans from group undertakings	932,528	643,192
Interest capitalised on construction of housing properties	(907,788)	(519,957)
	<b>24,740</b>	<b>123,235</b>

## 7. Debtors

	2021	2020
	£	£
Other debtors	486,850	72,781
Other taxes and social security costs	27,809	22,565
Deferred corporation tax	-	83,728
	<b>514,659</b>	<b>179,074</b>

## 8. Stock

	2021	2020
	£	£
Assets held for sale under construction	9,527,383	14,413,228
Assets held for sale completed	433,335	374,152
	<b>9,960,718</b>	<b>14,787,380</b>

Properties developed for sale included capitalised interest of £1,632k (2020: £725k).

## 9. Creditors

	2021	2020
	£	£
Trade creditors	110,670	1
Other creditors	41,956	17,584
Accruals	396,388	301,871
Loan from parent company	12,430,000	15,080,000
	<b>12,979,014</b>	<b>15,399,456</b>

The Company has an agreed borrowing facility £18.33m agreed on the 18 June 2018. The fixed interest rate is 5.5% and the loan is available over a five year period. As at 31 March 2021 Raven Homes had drawn £12,430k (2020: £15,080k) from this facility which is secured by a floating charge on assets. In November 2019 the loan facility was increased to £25m for a period of 12 months, which has been subsequently extended till October 2021. The facility term has been extended until 31 March 2025.

## 10. Called up Share Capital

	2021	2020
	£	£
Authorised		
1 ordinary share of £1 each	1	1
Called up, allotted and fully paid		
1 ordinary share of £1 each	1	1

## 11. Reserves

Retained earnings relates to the cumulative retained earnings less amounts distributed to shareholders.

## 12. Ultimate Parent Company

Raven Development Homes Limited is a wholly owned subsidiary of Raven Housing Trust Limited, which is the ultimate parent and ultimate controlling entity. Raven Housing Trust Limited is incorporated in the United Kingdom under the Co-Operative and Community Benefit Societies Act. The financial statements of the ultimate parent are available from 29 Linkfield Lane, Redhill, Surrey RH1 1SS.

## 13. Capital commitments

	2021	2020
	£	£
Commitments contracted but not provided for	1,514,098	5,331,778
	<b>1,514,098</b>	<b>5,331,778</b>

Capital commitments are in relation to the development programme that the Board approved. Capital commitments will be financed through on-lend facility from the parent entity and sales proceeds from Burrstone Gardens.

## 13. Subsequent Events

On 25th June 2021 Rosebay Close Cheam Management Limited (Company registration number 13478751) was set up as the management company for Rosebay Close, Cheam. The Company is a wholly owned dormant subsidiary of Raven Development Homes Limited.

