

Richard Grant & Son (Leverton) Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2019

Richard Grant & Son (Leverton) Limited
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Richard Grant & Son (Leverton) Limited

Company Information

Directors

J R B Grant
S J Grant
S L Payne
K S Hardwick
M J Payne

Company secretary

J R B Grant

Registered office

Sheepgate Nursery
Leverton
Boston
Lincolnshire
PE22 0AS

Bankers

HSBC
7 High Street
Boston
PE21 8SL

Richard Grant & Son (Leverton) Limited
(Registration number: 00369847)
Balance Sheet as at 31 December 2019

		2019	(As restated) 2018
	Note	£	£
Fixed assets			
Tangible assets	<u>4</u>	1,651,004	1,687,777
Investments	<u>5</u>	63,000	63,000
		<u>1,714,004</u>	<u>1,750,777</u>
Current assets			
Stocks	<u>6</u>	538,558	516,378
Debtors	<u>7</u>	366,302	411,167
Cash at bank and in hand		<u>5,395</u>	<u>4,327</u>
		910,255	931,872
Creditors: Amounts falling due within one year	<u>8</u>	<u>(602,642)</u>	<u>(624,130)</u>
Net current assets		<u>307,613</u>	<u>307,742</u>
Total assets less current liabilities		2,021,617	2,058,519
Creditors: Amounts falling due after more than one year	<u>8</u>	<u>(16,541)</u>	<u>(38,140)</u>
Net assets		<u>2,005,076</u>	<u>2,020,379</u>
Capital and reserves			
Called up share capital		9,148	9,148
Revaluation reserve		941,726	941,726
Profit and loss account		<u>1,054,202</u>	<u>1,069,505</u>
Total equity		<u>2,005,076</u>	<u>2,020,379</u>

For the financial year ending 31 December 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have 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.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 20 March 2020 and signed on its behalf by:

.....

J R B Grant
Company secretary and director

The notes on pages 3 to 9 form an integral part of these financial statements.

Richard Grant & Son (Leverton) Limited

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

1 General information

The company is a private company limited by share capital incorporated in England & Wales and the company registration number is 00369847.

These financial statements cover the individual entity Richard Grant & Son (Leverton) Limited.

The address of its registered office is:

Sheepgate Nursery

Leverton

Boston

Lincolnshire

PE22 0AS

These financial statements were authorised for issue by the Board on 20 March 2020.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The financial statements are prepared in Sterling which is the functional currency of the Company and have been expressed rounded to the nearest pound.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rate on the date when the fair value is re-measured.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

Richard Grant & Son (Leverton) Limited
Notes to the Financial Statements for the Year Ended 31 December 2019

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Land and buildings	Nil - 5% per annum of cost
Fixtures and fittings	15 - 25% reducing balance
Motor vehicles	25% - 30% reducing balance
Plant and machinery	10% - 15% reducing balance, 5% - 33% of cost

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method.

Dividends on equity securities are recognised in income when receivable.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Richard Grant & Son (Leverton) Limited
Notes to the Financial Statements for the Year Ended 31 December 2019

Dividend distributions to the company's shareholders are recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Exemption from preparing group accounts

The company is part of a small group. The company has taken advantage of the exemption provided by Section 398 of the Companies Act 2006 and has not prepared group accounts.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 31 (2018 - 33).

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Other property, plant and equipment £	Total £
Cost or valuation				
At 1 January 2019	2,297,236	190,914	3,291,283	5,779,433
Additions	5,943	-	37,539	43,482
Disposals	-	-	(1,130)	(1,130)
At 31 December 2019	2,303,179	190,914	3,327,692	5,821,785
Depreciation				
At 1 January 2019	909,675	172,839	3,009,142	4,091,656
Charge for the year	31,380	4,436	43,966	79,782
Eliminated on disposal	-	-	(657)	(657)
At 31 December 2019	941,055	177,275	3,052,451	4,170,781
Carrying amount				
At 31 December 2019	1,362,124	13,639	275,241	1,651,004
At 31 December 2018	1,387,561	18,075	282,141	1,687,777

Richard Grant & Son (Leverton) Limited
Notes to the Financial Statements for the Year Ended 31 December 2019

5 Investments

	2019	2018
	£	£
Investments in subsidiaries	63,000	63,000

Subsidiaries

Fair value

At 1 January 2019	63,000
At 31 December 2019	63,000

Based on net assets at 31st December, 2018.

Details of undertakings

Details of the investments (including principal place of business of unincorporated entities) in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2019	2018
Subsidiary undertakings				
SJG Electrical and Security Limited	Sheepgate Nursery	Ordinary shares	52%	52%
	Leverton			
	Boston			
	Lincolnshire			
	PE22 0AS			
	England & Wales			

Subsidiary undertakings
SJG Electrical and Security Limited

The principal activity of SJG Electrical and Security Limited is the installation of electrical and security systems.

6 Stocks

	2019	(As restated) 2018
	£	£
Raw materials and consumables	215,208	254,038
Finished goods and goods for resale	74,620	74,729
Other inventories	248,730	187,611
	538,558	516,378

Richard Grant & Son (Leverton) Limited
Notes to the Financial Statements for the Year Ended 31 December 2019

7 Debtors

	Note	2019 £	2018 £
Trade debtors		88,431	78,623
Prepayments and accrued income		41,433	74,030
Amounts owed by group undertakings and undertakings in which the company has a participating interest	<u>10</u>	189,072	219,488
Other debtors		47,366	39,026
		<u>366,302</u>	<u>411,167</u>
Total current trade and other debtors		<u>366,302</u>	<u>411,167</u>

8 Creditors

Creditors: amounts falling due within one year

	Note	2019 £	2018 £
Due within one year			
Bank loans and overdrafts	<u>9</u>	402,599	354,130
Trade creditors		71,669	70,160
Accruals and deferred income		15,659	20,185
HP and finance lease liabilities		21,599	21,440
Taxation and social security		24,650	11,624
Other creditors		66,466	146,591
		<u>602,642</u>	<u>624,130</u>

Creditors: amounts falling due after more than one year

	Note	2019 £	2018 £
Due after one year			
Loans and borrowings	<u>9</u>	16,541	38,140

Richard Grant & Son (Leverton) Limited
Notes to the Financial Statements for the Year Ended 31 December 2019

9 Loans and borrowings

	2019	2018
	£	£
Non-current loans and borrowings		
Hire purchase contracts	16,541	38,140

Finance lease liabilities of £16,541 (2018: £38,140) are secured upon the assets acquired.

	2019	2018
	£	£
Current loans and borrowings		
Bank overdrafts	402,599	354,130
Hire purchase contracts	21,599	21,440
Other borrowings	64,311	145,362
	<u>488,509</u>	<u>520,932</u>

Bank borrowings of £402,599 (2018 - £354,130) are secured on the assets of the company.

Finance lease liabilities of £21,599 (2018: £21,440) are secured upon the assets acquired.

Richard Grant & Son (Leverton) Limited

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

10 Related party transactions

Summary of transactions with subsidiaries

S J G Electrical and Security Limited

Management charges to SJG Electrical and Security Limited - £40,000 (2018: £40,000)

Office rent charged to SJG Electrical and Security Limited - £13,200 (2018: £13,200)

Dividends received from SJG Electrical and Security Limited - £15,600 (2018: £15,600)

Summary of transactions with other related parties

Directors

Rents paid to directors amounted to £5,400 (2018: £5,400).

Rents paid by directors amounted to £1,350 (2018: £6,255).

Loans to related parties

	Other related parties	Total
	£	£
2019		
At start of period	39,026	39,026
Advanced	34,236	34,236
Repaid	(39,026)	(39,026)
	<u>34,236</u>	<u>34,236</u>
At end of period		
	<u>34,236</u>	<u>34,236</u>
	Other related parties	Total
	£	£
2018		
Advanced	<u>39,026</u>	<u>39,026</u>

11 Prior period adjustments

The 2018 Balance Sheet and Statement of Changes in Equity have been restated. This is to reflect a diminution in the value of stock relating to previous years.

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.