

**Leigh Spinners Limited**  
**Filleted Unaudited Financial Statements**  
**For the Year Ended**  
**28 February 2022**



**BEEVER AND STRUTHERS**

Chartered accountants  
St. George's House  
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**Leigh Spinners Limited**  
**Statement of Financial Position**  
**28 February 2022**

	Note	2022 £	2021 £
<b>Fixed assets</b>			
Tangible assets	5	65,964	50,652
Investments	6	2	2
		<u>65,966</u>	<u>50,654</u>
<b>Current assets</b>			
Stocks		1,373,705	984,625
Debtors	7	865,776	674,592
Cash at bank and in hand		429,709	321,606
		<u>2,669,190</u>	<u>1,980,823</u>
<b>Creditors: amounts falling due within one year</b>	8	<u>(1,473,607)</u>	<u>(906,463)</u>
<b>Net current assets</b>		<u>1,195,583</u>	<u>1,074,360</u>
<b>Total assets less current liabilities</b>		<u>1,261,549</u>	<u>1,125,014</u>
<b>Creditors: amounts falling due after more than one year</b>	9	<u>(43,753)</u>	<u>(47,500)</u>
<b>Net assets</b>		<u><u>1,217,796</u></u>	<u><u>1,077,514</u></u>
<b>Capital and reserves</b>			
Called up share capital		99,000	99,000
Share premium account		410,963	410,963
Capital redemption reserve		122,240	122,240
Profit and loss account		585,593	445,311
<b>Shareholders funds</b>		<u><u>1,217,796</u></u>	<u><u>1,077,514</u></u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of income and retained earnings has not been delivered.

For the year ending 28 February 2022 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 financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The statement of financial position  
continues on the following page.  
The notes on pages 3 to 7 form part of these financial statements.

# Leigh Spinners Limited

## Statement of Financial Position *(continued)*

28 February 2022

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These financial statements were approved by the board of directors and authorised for issue on 29 June 2022 and are signed on behalf of the board by:



Mr J S Morrison  
Director

Company registration number: 529628

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The notes on pages 3 to 7 form part of these financial statements.

**Leigh Spinners Limited**  
**Notes to the Financial Statements**  
**Year Ended 28 February 2022**

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**1. General Information**

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Park Lane, Leigh, Lancashire, WN7 2LB.

**2. Statement of Compliance**

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

**3. Accounting Policies**

**Basis of Preparation**

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in sterling, which is the functional currency of the entity.

**Going Concern**

In the opinion of the directors, the company continues to be a going concern.

**Revenue Recognition**

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

**Income Tax**

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

# Leigh Spinners Limited

## Notes to the Financial Statements *(continued)*

Year Ended 28 February 2022

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### 3. Accounting Policies *(continued)*

#### Foreign Currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the profit and loss account.

#### Tangible Assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

#### Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property, plant and machinery	-	20% straight line
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#### Investments

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses.

#### Impairment of Fixed Assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

#### Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

#### Government Grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received.

# Leigh Spinners Limited

## Notes to the Financial Statements *(continued)*

### Year Ended 28 February 2022

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#### 3. Accounting Policies *(continued)*

##### Financial Instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

##### Defined Contribution Plans

Pension costs are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

#### 4. Employee Numbers

The average number of persons employed by the company during the year amounted to 43 (2021: 47).

#### 5. Tangible Assets

	Freehold property, plant and machinery £
<b>Cost</b>	
At 1 March 2021	9,407,880
Additions	38,374
<b>At 28 February 2022</b>	<b>9,446,254</b>
<b>Depreciation</b>	
At 1 March 2021	9,357,228
Charge for the year	23,062
<b>At 28 February 2022</b>	<b>9,380,290</b>
<b>Carrying amount</b>	
<b>At 28 February 2022</b>	<b>65,964</b>
At 28 February 2021	50,652

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# Leigh Spinners Limited

## Notes to the Financial Statements *(continued)*

Year Ended 28 February 2022

### 6. Investments

	Shares in group undertakings £
Cost	
At 1 March 2021 and 28 February 2022	<u>2</u>
Impairment	
At 1 March 2021 and 28 February 2022	<u>-</u>
Carrying amount	
At 28 February 2022	<u>2</u>
At 28 February 2021	<u>2</u>

The investment relates to a 50% shareholding in Thorneycroft Estates Limited, a company registered in the United Kingdom.

### 7. Debtors

	2022 £	2021 £
Trade debtors	697,850	634,015
Other debtors	<u>167,926</u>	<u>40,577</u>
	<u>865,776</u>	<u>674,592</u>

### 8. Creditors: amounts falling due within one year

	2022 £	2021 £
Bank loans and overdrafts	5,015	2,500
Trade creditors	930,177	247,427
Amounts owed to group undertakings and undertakings in which the company has a participating interest	267,049	267,762
Social security and other taxes	45,196	119,160
Other creditors	<u>226,170</u>	<u>269,614</u>
	<u>1,473,607</u>	<u>906,463</u>

### 9. Creditors: amounts falling due after more than one year

	2022 £	2021 £
Bank loans and overdrafts	<u>43,753</u>	<u>47,500</u>

# Leigh Spinners Limited

## Notes to the Financial Statements *(continued)*

### Year Ended 28 February 2022

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#### 10. Directors' Advances, Credits and Guarantees

At the year end the directors were owed the following amounts by the company:- Mr PDG Horrocks - £Nil (2021- £45,000), Mrs PAE Horrocks - £Nil (2020 - £20,000). These amounts are included in other creditors.

During the year the company paid interest on these loans amounting to £1,200 (2021 - £5,212).

Transactions are conducted on normal commercial terms.

#### 11. Related Party Transactions

In the opinion of the directors, the company is not under the control of any one individual.

Leigh Spinners Limited have granted a long lease in respect of part of the company property to Leigh Building Preservation Trust Limited, a charity of which two of the Trustees, P D G Horrocks and J S Morrison, are directors of Leigh Spinners Limited. The company has also agreed to provide an unsecured credit facility of £30,000 to the Trust to assist with repair work, of which £5,467 was utilised at the year end.

Included in creditors falling due within one year is an amount owing to Thorneycroft Estates Limited of £267,049 (2021: £267,762). The directors of Thorneycroft Estates Limited are also directors of Leigh Spinners Limited.

At the year end, the company owed £30,000 (2021 - £30,000) to Mr JT Horrocks, a shareholder in the company. This amount is included in other creditors.