

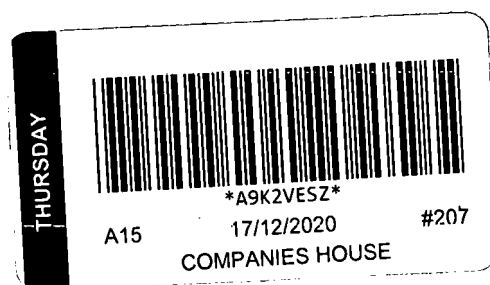
J.E.C. INVESTMENT COMPANY LIMITED

**FILLETED CONSOLIDATED
FINANCIAL STATEMENTS**

31 MARCH 2020

Contents	Pages
Directors' responsibilities statement	1
Consolidated balance sheet	2-3
Company balance sheet	4-5
Notes to the financial statements	6-11

Company registration number 580578



J.E.C. INVESTMENT COMPANY LIMITED**DIRECTORS' RESPONSIBILITIES STATEMENT****31 MARCH 2020****Directors' responsibilities statement**

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 the profit or loss of the company for that period.

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

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

J.E.C. INVESTMENT COMPANY LIMITED**CONSOLIDATED BALANCE SHEET****31 MARCH 2020**

Note		2020 £	2019 £
	Fixed assets		
4	Tangible assets	248,203	275,395
	Current assets		
6	Stocks	437	437
7	Debtors:		
	Amounts due within one year	67,273	71,268
	Amounts due after more than one year	4,274,344	4,330,311
	Cash and bank balances	3,832,927	3,735,257
		8,174,981	8,137,273
8	Creditors: amounts falling due within one year	(142,857)	(141,817)
	Net current assets	8,032,124	7,995,456
	Net assets	8,280,327	8,270,851
	Capital and reserves		
10	Allotted, called up and fully paid share capital	25,002	25,002
	Share premium account	224,411	224,411
	Capital redemption reserve fund	249,410	249,410
	Other reserves - arising on acquisition of subsidiary undertakings	918,441	918,406
	Profit and loss account	6,849,437	6,839,896
	Shareholders' funds	8,266,701	8,257,125
11	Non-controlling interests	13,626	13,726
		8,280,327	8,270,851

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime within Part 15 of the Companies Act 2006 and in accordance with FRS102 Section 1a and the option not to file the profit and loss account has been taken.

J.E.C. INVESTMENT COMPANY LIMITED**CONSOLIDATED BALANCE SHEET (continued)****31 MARCH 2020**

The directors confirm, in accordance with S444(5B) of the Companies Act 2006, as amended by the Companies, Partnerships and Groups (Accounts and Reports) Regulations 2015, that:

- The auditor's report for the year in question was qualified. As explained in note 2 investment properties totalling £248,202 are included at depreciated cost rather than as required by applicable Accounting Standards at fair value. We are unable to quantify the effect, if any, on reserves and tangible fixed assets of this non-compliance;
- The auditor is Wheawill & Sudworth Limited, Chartered Accounts and Registered Auditor;
- David Butterworth signed the audit report as Senior Statutory Auditor.

The financial statements were approved and authorised for issue by the board of directors on 2 December 2020 and signed on its behalf by:

P R CROWTHER
Director



Company registration number: 580578

The accounting policies and notes on pages 6 to 11 form an integral part of these financial statements.

J.E.C. INVESTMENT COMPANY LIMITED**COMPANY BALANCE SHEET****31 MARCH 2020**

Note		2020 £	2019 £
	Fixed assets		
4	Tangible assets	94,933	104,685
5	Investments	821,654	821,589
		<u>916,587</u>	<u>926,274</u>
	Current assets		
7	Debtors	57,562	56,749
	Cash at bank	650,643	564,475
		<u>708,205</u>	<u>621,224</u>
8	Creditors: amounts falling due within one year	<u>(10,940)</u>	<u>(12,051)</u>
	Net current assets	<u>697,265</u>	<u>609,173</u>
	Net assets	<u>1,613,852</u>	<u>1,535,447</u>
	Capital and reserves		
10	Allotted, called up and fully paid share capital	25,002	25,002
	Share premium account	224,411	224,411
	Capital redemption reserve fund	249,410	249,410
	Profit and loss account (including profit for the financial year of £197,199 (2019: £210,278))	<u>1,115,029</u>	<u>1,036,624</u>
	Shareholders' funds	<u>1,613,852</u>	<u>1,535,447</u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime within Part 15 of the Companies Act 2006 and in accordance with FRS102 Section 1a and the option not to file the profit and loss account has been taken.

J.E.C. INVESTMENT COMPANY LIMITED**COMPANY BALANCE SHEET (continued)****31 MARCH 2020**

The directors confirm, in accordance with S444(5B) of the Companies Act 2006, as amended by the Companies, Partnerships and Groups (Accounts and Reports) Regulations 2015, that:

- The auditor's report for the year in question was qualified. As explained in note 2 investment properties totalling £248,202 are included at depreciated cost rather than as required by applicable Accounting Standards at fair value. We are unable to quantify the effect, if any, on reserves and tangible fixed assets of this non-compliance;
- The auditor is Whèawill & Sudworth Limited, Chartered Accounts and Registered Auditor;
- David Butterworth signed the audit report as Senior Statutory Auditor.

The financial statements were approved and authorised for issue by the board of directors on 2 December 2020 and signed on its behalf by:

P R CROWTHER
Director



Company registration number : 580578

The accounting policies and notes on pages 6 to 11 form an integral part of these financial statements.

J.E.C. INVESTMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

for the year ended

31 MARCH 2020

1 Statement of compliance

J.E.C. Investment Company Limited, company registration number 580578, is a private company limited by shares incorporated in England within the United Kingdom. The address of the registered office is Bank Bottom Mills, Marsden, Huddersfield HD7 6HR.

These financial statements have been prepared in compliance with FRS102 Section 1a, "The Financial Reporting Standard applicable in the UK and the Republic of Ireland".

2 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are judged material in relation to the group's financial statements.

Basis of preparation

The financial statements have been prepared on the historical basis and are prepared in sterling, which is the functional currency of the entity, and rounded to the nearest £.

Judgement and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affects the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Basis of consolidation

The group financial statements consolidate the financial statements of J.E.C. Investment Company Limited and all its subsidiary undertakings all of which are made up to 31 March 2020. The acquisition method of accounting has been adopted. Uniform accounting policies are followed throughout the group and all unrealised profits and losses arising from inter-group trading are eliminated.

In the company's financial statements, investments in subsidiary undertakings are stated at cost.

In accordance with Section 408 of the Companies Act 2006 J.E.C. Investment Company Limited is exempt from the requirement to present its own profit and loss account.

Tangible fixed assets

Tangible fixed assets are initially recorded at cost and subsequently stated at cost less accumulated depreciation and impairment losses. Depreciation of tangible fixed assets is based on cost less the estimated residual value and is applied on a straight line basis using the following asset lives:

Land and buildings	-	25 years
Plant and equipment	-	10 years
Motor vehicles	-	4 years

J.E.C. INVESTMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

for the year ended

31 MARCH 2020

2 Accounting policies (continued)

Tangible fixed assets (continued)

FRS102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" requires properties held for investment to be included in the Balance Sheet at their fair value where it can be measured reliably. The directors consider that to comply with this requirement annually would involve unjustifiable expense and therefore the investment properties are included at cost less depreciation.

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost of manufactured products consists of materials and appropriate conversion costs.

Revenue recognition

Turnover represents amounts receivable, for goods sold and services supplied and excludes value added tax and transactions between group companies.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Income tax

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 that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Trading losses surrendered

The company is party to an agreement between group companies whereby claimant companies pay surrendering companies for the benefit of trading losses surrendered if deemed appropriate by the directors.

Employee benefits

Contributions to the defined contribution pension scheme are charged to the profit and loss account on an accruals basis as they become due.

J.E.C. INVESTMENT COMPANY LIMITED**NOTES TO THE FINANCIAL STATEMENTS (continued)****for the year ended****31 MARCH 2020****3 Staff costs**

The average number of persons employed by the group during the year, including the directors, was 9 (2019: 10).

4 Tangible fixed assets	Investment	Plant and	
Group	properties	Equipment	Total
	£	£	£
Cost:			
At 1 April 2019	2,310,857	34,644	2,345,501
Disposals	(1)	(75)	(76)
At 31 March 2020	2,310,856	34,569	2,345,425
Depreciation:			
At 1 April 2019	2,037,013	33,093	2,070,106
Charge for the year	25,642	1,550	27,192
Disposals	(1)	(75)	(76)
At 31 March 2020	2,062,654	34,568	2,097,222
Net book amount:			
31 March 2020	248,202	1	248,203
31 March 2019	273,844	1,551	275,395

J.E.C. INVESTMENT COMPANY LIMITED**NOTES TO THE FINANCIAL STATEMENTS (continued)****for the year ended****31 MARCH 2020****4 Tangible fixed assets (continued)**

Company	Investment Properties £
Cost:	
At 1 April 2019	243,801
Additions	-
At 31 March 2020	<u>243,801</u>
Depreciation:	
At 1 April 2019	139,116
Charge for the year	9,752
At 31 March 2020	<u>148,868</u>
Net book amount:	
At 31 March 2020	<u>94,933</u>
At 31 March 2019	<u>104,685</u>

5 Fixed asset investments

	Shares in subsidiary undertakings	
	2020	2019
Company	£	£
Cost:		
At 1 April 2019	821,589	821,451
Additions	65	138
At 31 March 2020	<u>821,654</u>	<u>821,589</u>
The investment in subsidiary undertakings is made up as follows:		
John Edward Crowther (Holdings) plc		
£3,500,000 (2019: 3,500,000) ordinary shares of £1 each	500,000	500,000
486,374 (2019: 486,274) 5½% cumulative preference shares of £1 each	321,654	321,589
	<u>821,654</u>	<u>821,589</u>

J.E.C. INVESTMENT COMPANY LIMITED**NOTES TO THE FINANCIAL STATEMENTS (continued)****for the year ended****31 MARCH 2020****5 Fixed asset investments (continued)**

During the year the company acquired 100 (2019: 212) 5½% cumulative preference shares of John Edward Crowther (Holdings) plc from minority shareholders for a consideration of £65 (2019: £138).

The company owns the whole of the allotted ordinary share capital and 97.3% (2019: 97.3%) of the allotted preference share capital of John Edward Crowther (Holdings) plc, which is registered in England and Wales.

John Edward Crowther (Holdings) plc owns the whole of the allotted share capital of the following companies, all of which are registered in England and Wales and trade principally in England.

Company	Class of shares	Principal activity
John Edward Crowther Limited	Ordinary shares of £1	Yarn Spinners & Property Owners
Crowther, Bruce & Co Limited	Ordinary shares of £5 6% Cumulative preference shares of £5	Property owners
Colne Valley Spinning Company Limited	Ordinary shares of £1	Dormant
Deer Hill Estates Limited	Ordinary shares of £1	Dormant

6 Stocks	Group	
	2020	2019
	£	£
Finished goods	437	437

7 Debtors	Group		Company	
	2020	2019	2020	2019
	£	£	£	£
Amounts due within one year:				
Trade debtors	10,657	14,674	1,768	955
Expenditure incurred on Mill development plans	55,794	55,794	55,794	55,794
Prepayments and accrued income	822	800	-	-
	<u>67,273</u>	<u>71,268</u>	<u>57,562</u>	<u>56,749</u>
Amounts due after more than one year:				
Hemplow Limited	4,274,344	4,330,311	-	-
	<u>4,341,617</u>	<u>4,401,579</u>	<u>57,562</u>	<u>56,749</u>

As referred to in the 2014 accounts, the Directors reviewed the Expenditure on Mill Development Plans. The amount carried forward of £55,794 represents the architect's costs, together with related structural surveys etc, incurred in the development of a smaller scheme for New Mills. The Directors consider that such a scheme has a greater opportunity of being progressed in the current economic climate.

J.E.C. INVESTMENT COMPANY LIMITED**NOTES TO THE FINANCIAL STATEMENTS (continued)****for the year ended****31 MARCH 2020**

8	Creditors: amounts falling due within one year	Group		Company	
		2020	2019	2020	2019
		£	£	£	£
	Trade creditors	12,671	12,054	-	-
	Corporation tax	23,000	22,000	-	-
	Other taxes and social security	18,853	20,960	1,509	3,931
	Accruals and deferred income	88,333	86,803	9,431	8,120
		<u>142,857</u>	<u>141,817</u>	<u>10,940</u>	<u>12,051</u>

9 Contingent liabilities

The company is party to an unlimited cross guarantee given by itself and John Edward Crowther (Holdings) plc, its subsidiary company to secure all bank liabilities of each other. At 31 March 2020 bank accounts taken together were in credit (2019: in credit).

10	Called up share capital within one year	2020		2019	
		No	£	No	£
	Group and company				
	Issued, called up and fully paid				
	Ordinary shares of £1 each	25,000	25,000	25,000	25,000
	Subscriber shares of £1 each	2	2	2	2
		<u>25,002</u>	<u>25,002</u>	<u>25,002</u>	<u>25,002</u>

11	Non-controlling interests	2020	2019
		£	£
	Group		
	At 1 April 2019	13,726	13,938
	Acquired during the year	(100)	(212)
	At 31 March 2020	<u>13,626</u>	<u>13,726</u>

Non-controlling interests comprise £13,626 (2019: 13,726) 5.5% cumulative preference shares of £1 each in the company's subsidiary undertaking, John Edward Crowther (Holdings) plc.

12 Subsequent event – Covid 19

The Covid 19 pandemic began to affect the UK at the very end of the Company's financial year. Steps were immediately put in place to ensure that all employees were kept safe. The maintenance team were able to work independently, where possible, to deal with any essential property repair matters. The office staff were able to work primarily from home.

A major concern at the very outset was what the effect would be on the ability of the tenants to afford their rent. In the event, and to the date of this report, there have been very few instances of concern. Also where tenants have moved out, there has been good interest in the re-letting of the property.