

**REGISTERED NUMBER: 00646437 (England and Wales)**

**G H BROOKS & CO (HARROGATE) LIMITED**  
**STRATEGIC REPORT, REPORT OF THE DIRECTORS AND**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2022**

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FOR THE YEAR ENDED 30 SEPTEMBER 2022**

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**G H BROOKS & CO (HARROGATE) LIMITED**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

**DIRECTORS:**

Mr J P Broadwith  
Mrs J Broadwith  
Mr A J Broadwith  
Mr J Dawson

**REGISTERED OFFICE:**

Hartwith House  
Claro Road  
Harrogate  
North Yorkshire  
HG1 4DS

**REGISTERED NUMBER:**

00646437 (England and Wales)

**INDEPENDENT AUDITORS:**

DSC Accountants Ltd  
Chartered Accountants  
Statutory Auditors  
Tattersall House  
East Parade  
Harrogate  
North Yorkshire  
HG1 5LT

**STRATEGIC REPORT  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

The directors present their strategic report for the year ended 30 September 2022.

**REVIEW OF BUSINESS**

Trading has remained strong throughout the year and margins have been maintained. Supply chain difficulties, inflation concerns and a backup in interest rates, with the associated effect on the housing sector, present ongoing challenges that are closely monitored.

The directors are very satisfied with the results for the year given the circumstances and are encouraged about the long-term prospects for the future.

The company has taken advantage of the exemptions available to medium sized companies concerning key performance indicators.

**PRINCIPAL RISKS AND UNCERTAINTIES**

Given the nature of the market in which the company operates, there is a degree of risk of bad debts but the directors are confident that the policies they have implemented help to mitigate those risks..

**ON BEHALF OF THE BOARD:**

Mr J P Broadwith - Director

26 June 2023

**REPORT OF THE DIRECTORS  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

The directors present their report with the financial statements of the company for the year ended 30 September 2022.

**DIVIDENDS**

Interim dividends per share were paid as follows:

£150	- 27 May 2022
£35	- 30 September 2022
<u>£185</u>	

The directors recommend that no final dividend be paid.

The total distribution of dividends for the year ended 30 September 2022 will be £ 370,000 .

**FUTURE DEVELOPMENTS**

Despite a challenging industry backdrop, trading remains robust since the year end. The Directors are not intending on making any significant changes to the nature of the business in the near future.

**EVENTS SINCE THE END OF THE YEAR**

Information relating to events since the end of the year is given in the notes to the financial statements.

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 October 2021 to the date of this report.

Mr J P Broadwith  
Mrs J Broadwith  
Mr A J Broadwith  
Mr J Dawson

**CHARITABLE DONATIONS**

During the year the company made numerous charitable donations totalling £6,981. The company is particularly supportive of St Michael's Hospice, a locally based charity in Harrogate, which helps to improve the lives of people affected by terminal illness.

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Strategic Report, the Report of the Directors 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 period. 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;
- 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.

**REPORT OF THE DIRECTORS  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**AUDITORS**

The auditors, DSC Accountants Ltd, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**ON BEHALF OF THE BOARD:**

Mr J P Broadwith - Director

26 June 2023

## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF G H BROOKS & CO (HARROGATE) LIMITED**

### **Opinion**

We have audited the financial statements of G H Brooks & Co (Harrogate) Limited (the 'company') for the year ended 30 September 2022 which comprise the Profit and loss account, Other Comprehensive Income, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Notes to the Cash Flow Statement, 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).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 September 2022 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.

### **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 Auditors' responsibilities for the audit of the financial statements section of our report. We are 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. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **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 in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors 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.

In connection with our audit of the financial statements, 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 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.

### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF G H BROOKS & CO (HARROGATE) LIMITED**

### **Matters on which we are required to report by exception**

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 Strategic Report or the Report of the Directors.

We have nothing to report in respect of the following matters where 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.

### **Responsibilities of directors**

As explained more fully in the Statement of Directors' Responsibilities set out on page three, 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 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.

### **Auditors' 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 a Report of the Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We gained an understanding of the legal and regulatory framework applicable to the company and the industry in which it operates and considered the risk of acts by the company that were contrary to applicable laws and regulations, including fraud. We focused on laws and regulations which could give rise to a material misstatement in the financial statements, including, but not limited to, the Companies Act 2006 and UK tax legislation. Our tests included agreeing the financial statement disclosures to underlying supporting documentation, enquiries with management and the inspection of other regulatory and legal correspondence.

We addressed the risk of management override of internal controls, including testing journals and estimates and evaluating whether there was evidence of bias by the directors that represented a risk of material misstatement due to fraud and the completeness of income recognition by testing from despatch documentation. We did not identify any key audit matters relating to irregularities, including fraud.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Auditors.



**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
G H BROOKS & CO (HARROGATE) LIMITED**

**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 a Report of the Auditors 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.

Graham French (Senior Statutory Auditor)  
for and on behalf of DSC Accountants Ltd  
Chartered Accountants  
Statutory Auditors  
Tattersall House  
East Parade  
Harrogate  
North Yorkshire  
HG1 5LT

26 June 2023

**G H BROOKS & CO (HARROGATE) LIMITED (REGISTERED NUMBER: 00646437)**

**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	Notes	2022 £	2021 £
<b>TURNOVER</b>		20,548,194	18,852,936
Cost of sales		<u>14,134,247</u>	<u>12,900,432</u>
<b>GROSS PROFIT</b>		6,413,947	5,952,504
Administrative expenses		<u>3,504,480</u>	<u>3,359,143</u>
		2,909,467	2,593,361
Other operating income		<u>43,300</u>	<u>147,420</u>
<b>OPERATING PROFIT</b>	4	<u>2,952,767</u>	<u>2,740,781</u>
Interest payable and similar expenses	5	<u>1,872</u>	<u>3,465</u>
<b>PROFIT BEFORE TAXATION</b>		2,950,895	2,737,316
Tax on profit	6	<u>603,568</u>	<u>605,208</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<u><u>2,347,327</u></u>	<u><u>2,132,108</u></u>

The notes form part of these financial statements

**G H BROOKS & CO (HARROGATE) LIMITED (REGISTERED NUMBER: 00646437)**

**OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	Notes	2022 £	2021 £
<b>PROFIT FOR THE YEAR</b>		2,347,327	2,132,108
<b>OTHER COMPREHENSIVE INCOME</b>		<u>-</u>	<u>-</u>
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<u>2,347,327</u>	<u>2,132,108</u>

The notes form part of these financial statements

**G H BROOKS & CO (HARROGATE) LIMITED (REGISTERED NUMBER: 00646437)****BALANCE SHEET  
30 SEPTEMBER 2022**

	Notes	2022 £	£	2021 £	£
<b>FIXED ASSETS</b>					
Intangible assets	8		1,738,204		2,020,075
Tangible assets	9		2,562,551		2,562,659
Investments	10		102,750		2,750
Investment property	11		<u>250,000</u>		<u>250,000</u>
			4,653,505		4,835,484
<b>CURRENT ASSETS</b>					
Stocks	12	2,903,976		2,599,518	
Debtors	13	4,884,396		3,165,428	
Cash at bank and in hand		<u>2,094,170</u>		<u>2,352,733</u>	
		9,882,542		8,117,679	
<b>CREDITORS</b>					
Amounts falling due within one year	14	<u>3,157,490</u>		<u>3,562,933</u>	
<b>NET CURRENT ASSETS</b>			<u>6,725,052</u>		<u>4,554,746</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			11,378,557		9,390,230
<b>PROVISIONS FOR LIABILITIES</b>	15		<u>186,000</u>		<u>175,000</u>
<b>NET ASSETS</b>			<u>11,192,557</u>		<u>9,215,230</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	16		2,000		2,000
Retained earnings	17		<u>11,190,557</u>		<u>9,213,230</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>11,192,557</u>		<u>9,215,230</u>

The financial statements were approved by the Board of Directors and authorised for issue on 26 June 2023 and were signed on its behalf by:

Mr J P Broadwith - Director

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	Called up share capital £	Retained earnings £	Total equity £
<b>Balance at 1 October 2020</b>	2,000	8,452,122	8,454,122
<b>Changes in equity</b>			
Dividends	-	(1,371,000)	(1,371,000)
Total comprehensive income	-	2,132,108	2,132,108
<b>Balance at 30 September 2021</b>	<u>2,000</u>	<u>9,213,230</u>	<u>9,215,230</u>
<b>Changes in equity</b>			
Dividends	-	(370,000)	(370,000)
Total comprehensive income	-	2,347,327	2,347,327
<b>Balance at 30 September 2022</b>	<u>2,000</u>	<u>11,190,557</u>	<u>11,192,557</u>

**CASH FLOW STATEMENT  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	Notes	2022 £	2021 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	3,121,701	2,521,128
Interest paid		(1,872)	(3,465)
Tax paid		(503,758)	(722,279)
Net cash from operating activities		<u>2,616,071</u>	<u>1,795,384</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(277,586)	(164,026)
Purchase of fixed asset investments		(100,000)	-
Sale of tangible fixed assets		89,000	42,000
Net cash from investing activities		<u>(288,586)</u>	<u>(122,026)</u>
<b>Cash flows from financing activities</b>			
Loans to/from group undertakings		(2,116,018)	(53,005)
Amount introduced by directors		365,328	1,311,475
Amount withdrawn by directors		(465,358)	(1,020,505)
Equity dividends paid		(370,000)	(1,371,000)
Net cash from financing activities		<u>(2,586,048)</u>	<u>(1,133,035)</u>
<b>(Decrease)/increase in cash and cash equivalents</b>		<u>(258,563)</u>	<u>540,323</u>
<b>Cash and cash equivalents at beginning of year</b>	2	2,352,733	1,812,410
<b>Cash and cash equivalents at end of year</b>	2	<u>2,094,170</u>	<u>2,352,733</u>

The notes form part of these financial statements

**NOTES TO THE CASH FLOW STATEMENT  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

**1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	2022	2021
	£	£
Profit before taxation	2,950,895	2,737,316
Depreciation charges	503,572	490,124
Profit on disposal of fixed assets	(33,007)	(13,260)
Finance costs	1,872	3,465
	<u>3,423,332</u>	<u>3,217,645</u>
Increase in stocks	(304,458)	(734,361)
Increase in trade and other debtors	(110,867)	(179,083)
Increase in trade and other creditors	113,694	216,927
<b>Cash generated from operations</b>	<u>3,121,701</u>	<u>2,521,128</u>

**2. CASH AND CASH EQUIVALENTS**

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

**Year ended 30 September 2022**

	30.9.22	1.10.21
	£	£
Cash and cash equivalents	<u>2,094,170</u>	<u>2,352,733</u>

**Year ended 30 September 2021**

	30.9.21	1.10.20
	£	£
Cash and cash equivalents	<u>2,352,733</u>	<u>1,812,410</u>

**3. ANALYSIS OF CHANGES IN NET FUNDS**

	At 1.10.21	Cash flow	At 30.9.22
	£	£	£
<b>Net cash</b>			
Cash at bank and in hand	<u>2,352,733</u>	<u>(258,563)</u>	<u>2,094,170</u>
	<u>2,352,733</u>	<u>(258,563)</u>	<u>2,094,170</u>
<b>Total</b>	<u>2,352,733</u>	<u>(258,563)</u>	<u>2,094,170</u>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

**1. STATUTORY INFORMATION**

G H Brooks & Co (Harrogate) Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

G H Brooks & Co (Harrogate) Ltd is a private company limited by shares registered in England.

The financial statements are prepared in sterling and are rounded to the nearest pound.

**Preparation of consolidated financial statements**

The financial statements contain information about G H Brooks & Co (Harrogate) Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 400 of the Companies Act 2006 from the requirements to prepare consolidated financial statements as it and its subsidiary undertaking are included by full consolidation in the consolidated financial statements of its parent, G H Brooks & Co (Holdings) Ltd, Hartwith House, Claro Road, Harrogate HG1 4DS.

**Turnover**

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

**Goodwill and business combinations**

Goodwill, being the amount paid in connection with the acquisition of a business in 2018, is being amortised evenly over its estimated useful life of ten years.

**Intangible assets**

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life:

Freehold property	2% on cost
Plant and machinery	20% on reducing balance
Fixtures and fittings	20% on reducing balance
Computer equipment	20% on cost
Motor vehicles	20% on reducing balance

**Investments in subsidiaries**

Investments in subsidiary undertakings are recognised at cost.

**Investment property**

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in profit or loss.



**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

**2. ACCOUNTING POLICIES - continued**

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and loss account, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

**Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

**Debtors**

Short term debtors are measured at transaction price, less any impairment.

**Cash at bank and in hand**

Cash at bank and in hand represents cash and short-term highly liquid funds.

**Creditors**

Creditors are recognised when the company has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at their settlement amount after allowing for any discounts due.

**3. EMPLOYEES AND DIRECTORS**

	2022	2021
	£	£
Wages and salaries	1,808,688	1,753,912
Social security costs	210,356	188,924
Other pension costs	24,537	23,221
	<u>2,043,581</u>	<u>1,966,057</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

**3. EMPLOYEES AND DIRECTORS - continued**

The average number of employees during the year was as follows:

	2022	2021
	<u>42</u>	<u>41</u>
	2022	2021
	£	£
Directors' remuneration	616,645	573,245
Directors' pension contributions to money purchase schemes	<u>2,359</u>	<u>2,355</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>2</u>	<u>2</u>
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Information regarding the highest paid director is as follows:

	2022	2021
	£	£
Emoluments etc	401,419	323,162
Pension contributions to money purchase schemes	<u>1,321</u>	<u>1,317</u>

**4. OPERATING PROFIT**

The operating profit is stated after charging/(crediting):

	2022	2021
	£	£
Other operating leases	62,000	62,000
Depreciation - owned assets	221,701	208,253
Profit on disposal of fixed assets	(33,007)	(13,260)
Goodwill amortisation	281,871	281,871
Auditors' remuneration	<u>10,000</u>	<u>10,000</u>

**5. INTEREST PAYABLE AND SIMILAR EXPENSES**

	2022	2021
	£	£
Interest on tax	<u>1,872</u>	<u>3,465</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

**6. TAXATION**

**Analysis of the tax charge**

The tax charge on the profit for the year was as follows:

	2022 £	2021 £
Current tax:		
UK corporation tax	592,568	565,208
Deferred tax	11,000	40,000
Tax on profit	<u>603,568</u>	<u>605,208</u>

UK corporation tax was charged at 19%) in 2021.

**Reconciliation of total tax charge included in profit and loss**

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	2022 £	2021 £
Profit before tax	<u>2,950,895</u>	<u>2,737,316</u>
Profit multiplied by the standard rate of corporation tax in the UK of 19% (2021 - 19%)	560,670	520,090
Effects of:		
Expenses not deductible for tax purposes	2,336	2,145
Depreciation in excess of capital allowances	37,435	53,656
Deferred tax	11,000	40,000
Group relief	(7,873)	(10,683)
Total tax charge	<u>603,568</u>	<u>605,208</u>

**7. DIVIDENDS**

	2022 £	2021 £
Ordinary shares shares of £1 each		
Interim	<u>370,000</u>	<u>1,371,000</u>

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2022

## 8. INTANGIBLE FIXED ASSETS

	Goodwill £
<b>COST</b>	
At 1 October 2021	
and 30 September 2022	<u>2,818,710</u>
<b>AMORTISATION</b>	
At 1 October 2021	798,635
Amortisation for year	<u>281,871</u>
At 30 September 2022	<u>1,080,506</u>
<b>NET BOOK VALUE</b>	
At 30 September 2022	<u>1,738,204</u>
At 30 September 2021	<u>2,020,075</u>

## 9. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
<b>COST</b>					
At 1 October 2021	2,417,645	370,384	206,170	1,177,779	4,171,978
Additions	-	22,432	-	255,154	277,586
Disposals	-	-	-	(96,949)	(96,949)
Reclassification/transfer	-	56,469	-	(56,469)	-
At 30 September 2022	<u>2,417,645</u>	<u>449,285</u>	<u>206,170</u>	<u>1,279,515</u>	<u>4,352,615</u>
<b>DEPRECIATION</b>					
At 1 October 2021	498,166	251,447	161,482	698,224	1,609,319
Charge for year	48,353	29,071	10,304	133,973	221,701
Eliminated on disposal	-	-	-	(40,956)	(40,956)
Reclassification/transfer	-	52,485	-	(52,485)	-
At 30 September 2022	<u>546,519</u>	<u>333,003</u>	<u>171,786</u>	<u>738,756</u>	<u>1,790,064</u>
<b>NET BOOK VALUE</b>					
At 30 September 2022	<u>1,871,126</u>	<u>116,282</u>	<u>34,384</u>	<u>540,759</u>	<u>2,562,551</u>
At 30 September 2021	<u>1,919,479</u>	<u>118,937</u>	<u>44,688</u>	<u>479,555</u>	<u>2,562,659</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

**10. FIXED ASSET INVESTMENTS**

	Shares in group undertakings £	Unlisted investments £	Totals £
<b>COST</b>			
At 1 October 2021	1,000	1,750	2,750
Additions	-	100,000	100,000
At 30 September 2022	<u>1,000</u>	<u>101,750</u>	<u>102,750</u>
<b>NET BOOK VALUE</b>			
At 30 September 2022	<u>1,000</u>	<u>101,750</u>	<u>102,750</u>
At 30 September 2021	<u>1,000</u>	<u>1,750</u>	<u>2,750</u>

The company's investments at the Balance Sheet date in the share capital of companies include the following:

**Galtres Timber Ltd**

Registered office: England

Nature of business: Dormant

	% holding	2022 £	2021 £
Class of shares:	100.00		
Ordinary			
Aggregate capital and reserves		<u>1,000</u>	<u>1,000</u>

Fixed asset investments are valued at cost. In the directors' opinion the market value of the investments is not materially different to cost.

**11. INVESTMENT PROPERTY**

	Total £
<b>FAIR VALUE</b>	
At 1 October 2021	
and 30 September 2022	<u>250,000</u>
<b>NET BOOK VALUE</b>	
At 30 September 2022	<u>250,000</u>
At 30 September 2021	<u>250,000</u>

Fair value at 30 September 2022 is represented by:

	£
Valuation in 2014	42,622
Valuation in 2018	35,000
Cost	<u>172,378</u>
	<u>250,000</u>

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2022

## 11. INVESTMENT PROPERTY - continued

If the investment property had not been revalued it would have been included at the following historical cost:

	2022	2021
	£	£
Cost	<u>172,378</u>	<u>172,378</u>

The investment property was valued on an open market basis on 30 September 2022 by the directors .

## 12. STOCKS

	2022	2021
	£	£
Stocks	<u>2,903,976</u>	<u>2,599,518</u>

## 13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade debtors	2,736,514	2,666,025
Amounts owed by group undertakings	1,563,680	-
Other debtors	340,697	332,235
Directors' current accounts	160,235	54,365
Tax	14,408	75,858
Prepayments and accrued income	<u>68,862</u>	<u>36,945</u>
	<u>4,884,396</u>	<u>3,165,428</u>

Included within debtors are interest-free loans to the directors. Full details are shown in note 19 of the accounts.

## 14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	1,629,721	1,744,025
Amounts owed to group undertakings	1,000	553,338
Tax	312,568	285,208
Social security and other taxes	393,530	459,158
Other creditors	7,666	6,052
Directors' current accounts	390,272	384,432
Accruals and deferred income	<u>422,733</u>	<u>130,720</u>
	<u>3,157,490</u>	<u>3,562,933</u>

## 15. PROVISIONS FOR LIABILITIES

	2022	2021
	£	£
Deferred tax	<u>186,000</u>	<u>175,000</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

**15. PROVISIONS FOR LIABILITIES - continued**

	Deferred tax £
Balance at 1 October 2021	175,000
Charge to Profit and loss account during year	<u>11,000</u>
Balance at 30 September 2022	<u>186,000</u>

**16. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:		Nominal value:	2022 £	2021 £
Number:	Class:	£1		
2,000	Ordinary shares		<u>2,000</u>	<u>2,000</u>

**17. RESERVES**

	Retained earnings £
At 1 October 2021	9,213,230
Profit for the year	2,347,327
Dividends	<u>(370,000)</u>
At 30 September 2022	<u>11,190,557</u>

Distributable reserves amount to £11,112,935.

**18. ULTIMATE PARENT COMPANY**

G H Brooks & Co (Holdings) Ltd (incorporated in England ) is regarded by the directors as being the company's ultimate parent company.

The registered office of the parent company is Hartwith House, Claro Road, Harrogate HG1 4DS.

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

**19. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

The following advances and credits to directors subsisted during the years ended 30 September 2022 and 30 September 2021:

	2022 £	2021 £
<b>Mrs J Broadwith</b>		
Balance outstanding at start of year	39,631	-
Amounts advanced	16,108	40,271
Amounts repaid	(55,739)	(640)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>-</u>	<u>39,631</u>
<b>Mr A J Broadwith</b>		
Balance outstanding at start of year	14,735	30,475
Amounts advanced	145,500	14,735
Amounts repaid	-	(30,475)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>160,235</u>	<u>14,735</u>

**20. RELATED PARTY DISCLOSURES**

During the year the company paid rent of £62,000 to The G H Brooks & Co (Harrogate) Ltd Pension Scheme, a scheme of which the directors Mr J P Broadwith and Mrs J Broadwith are beneficiaries.

**21. POST BALANCE SHEET EVENTS**

In November 2022, the freehold property was transferred to the holding company at net book value.

**22. ULTIMATE CONTROLLING PARTY**

The controlling party is Mr J P Broadwith.



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