

Company Registration No. 00818655 (England and Wales)

**M LENNON & CO LIMITED**  
**UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2018**  
**PAGES FOR FILING WITH REGISTRAR**

**M LENNON & CO LIMITED**

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# M LENNON & CO LIMITED

## BALANCE SHEET

AS AT 31 DECEMBER 2018

	Notes	2018 £	£	2017 £	£
<b>Fixed assets</b>					
Tangible assets	4		26,592		30,362
<b>Current assets</b>					
Stocks		6,997,326		7,297,786	
Debtors	5	139,083		65,838	
Cash at bank and in hand		201,416		597,802	
		<u>7,337,825</u>		<u>7,961,426</u>	
<b>Creditors: amounts falling due within one year</b>	6	<u>(3,421,645)</u>		<u>(3,029,505)</u>	
<b>Net current assets</b>			3,916,180		4,931,921
<b>Total assets less current liabilities</b>			<u>3,942,772</u>		<u>4,962,283</u>
<b>Creditors: amounts falling due after more than one year</b>	7		-		(1,000,000)
<b>Provisions for liabilities</b>			(172)		(172)
<b>Net assets</b>			<u>3,942,600</u>		<u>3,962,111</u>
<b>Capital and reserves</b>					
Called up share capital	11		100		100
Share premium account	10		1,644,157		1,644,157
Profit and loss reserves			<u>2,298,343</u>		<u>2,317,854</u>
<b>Total equity</b>			<u>3,942,600</u>		<u>3,962,111</u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 December 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

**M LENNON & CO LIMITED**

**BALANCE SHEET (CONTINUED)**

***AS AT 31 DECEMBER 2018***

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The financial statements were approved by the board of directors and authorised for issue on 18 September 2019 and are signed on its behalf by:

M Lennon  
**Director**

**Company Registration No. 00818655**

# **M LENNON & CO LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2018**

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### **1 Accounting policies**

#### **Company information**

M Lennon & Co Limited is a private company limited by shares incorporated in England and Wales. The registered office is Nobel Road, Edmonton, London, United Kingdom, N18 3BH.

#### **1.1 Accounting convention**

These financial statements have been prepared in accordance with FRS 102 and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements have been prepared on the historical cost convention on a going concern basis. The principal accounting policies adopted are set out below.

#### **1.2 Turnover**

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT.

#### **1.3 Tangible fixed assets**

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and machinery	20 % on reducing balance
Fixtures, fittings & equipment	25 % on reducing balance
Motor vehicles	25 % on reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

#### **1.4 Stocks**

Stocks and work in progress are stated at the lower of cost and net realisable value.

#### **1.5 Cash and cash equivalents**

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

#### **1.6 Financial instruments**

The company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at amortised cost.

#### **1.7 Taxation**

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

# M LENNON & CO LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

### 1 Accounting policies

(Continued)

#### **Current tax**

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because 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 reporting end date.

#### **Deferred tax**

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes.

### 1.8 Employee benefits

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

### 2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 4 (2017 - 4).

### 3 Taxation

	2018 £	2017 £
<b>Current tax</b>		
UK corporation tax on profits for the current period	-	15,818
Adjustments in respect of prior periods	(4,243)	-
	<u>(4,243)</u>	<u>15,818</u>
Total current tax	<u>(4,243)</u>	<u>15,818</u>
<b>Deferred tax</b>		
Origination and reversal of timing differences	-	(286)
	<u>-</u>	<u>(286)</u>
Total tax (credit)/charge	<u>(4,243)</u>	<u>15,532</u>

# M LENNON & CO LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

### 4 Tangible fixed assets

	Plant and machinery etc
	£
<b>Cost</b>	
At 1 January 2018	88,532
Additions	2,961
	<hr/>
At 31 December 2018	91,493
	<hr/>
<b>Depreciation and impairment</b>	
At 1 January 2018	58,170
Depreciation charged in the year	6,731
	<hr/>
At 31 December 2018	64,901
	<hr/>
<b>Carrying amount</b>	
At 31 December 2018	26,592
	<hr/>
At 31 December 2017	30,362
	<hr/>

### 5 Debtors

	2018	2017
	£	£
<b>Amounts falling due within one year:</b>		
Corporation tax recoverable	4,243	-
Other debtors	134,840	65,838
	<hr/>	<hr/>
	139,083	65,838
	<hr/>	<hr/>

### 6 Creditors: amounts falling due within one year

	2018	2017
	£	£
Bank loans	2,000,000	1,573,000
Trade creditors	76,718	23,887
Corporation tax	-	15,818
Other taxation and social security	9,431	5,317
Other creditors	1,335,496	1,411,483
	<hr/>	<hr/>
	3,421,645	3,029,505
	<hr/>	<hr/>

# M LENNON & CO LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

### 7 Creditors: amounts falling due after more than one year

	2018 £	2017 £
Bank loans and overdrafts	-	1,000,000
	<u>          </u>	<u>          </u>

### 8 Loans and overdrafts

	2018 £	2017 £
Bank loans	2,000,000	2,573,000
	<u>          </u>	<u>          </u>
Payable within one year	2,000,000	1,573,000
Payable after one year	-	1,000,000
	<u>          </u>	<u>          </u>

The total of bank loans and overdraft for which security has been given amounted to £2,000,000 (2017 £2,573,000). The bank loans and overdraft are secured over specific properties as legal charges by AIB Group (UK) Plc.

The two existing bank loans with AIB Group (UK) totalling £2,000,000 will be repayable in 2019. Interest is being charged at 2.5% and 3% above the Bank's Base Rate which is currently 0.75%.

### 9 Provisions for liabilities

	2018 £	2017 £
Deferred tax liabilities	172	172
	<u>          </u>	<u>          </u>
	172	172
	<u>          </u>	<u>          </u>

### 10 Share premium account

	2018 £	2017 £
At beginning and end of year	1,644,157	1,644,157
	<u>          </u>	<u>          </u>

### 11 Called up share capital

	2018 £	2017 £
<b>Ordinary share capital</b>		
<b>Authorised</b>		
500 Ordinary shares of £1 each	500	500
	<u>          </u>	<u>          </u>
<b>Issued and fully paid</b>		
100 Ordinary shares of £1 each	100	100
	<u>          </u>	<u>          </u>



## M LENNON & CO LIMITED

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

#### 12 Related party transactions

##### Transactions with related parties

	Plant hire and other services payable	
	2018	2017
	£	£
Entities over which the directors have control and a significant influence	55,000	750,000
	<u>55,000</u>	<u>750,000</u>

The following amounts were outstanding at the reporting end date:

	Amounts owed to related parties	
	2018	2017
	£	£
Entities over which the directors have control and a significant influence	831,569	767,444
	<u>831,569</u>	<u>767,444</u>

No guarantees have been given or received.

#### 13 Directors' transactions

Amounts due to directors of the company at the balance sheet date were £Nil (2017: £192,919).

#### 14 Controlling party

The company is controlled by its directors and shareholders Mr M Lennon and Mrs B Lennon.

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.