

Company Registration No. 00818655 (England and Wales)

M LENNON & CO LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019
PAGES FOR FILING WITH REGISTRAR

M LENNON & CO LIMITED

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M LENNON & CO LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2019

	Notes	2019 £	£	2018 £	£
Fixed assets					
Tangible assets	4		21,242		26,592
Current assets					
Stocks		8,310,260		6,997,326	
Debtors	5	45,871		139,083	
Cash at bank and in hand		63,953		201,416	
		<u>8,420,084</u>		<u>7,337,825</u>	
Creditors: amounts falling due within one year	6	<u>(4,532,646)</u>		<u>(3,421,645)</u>	
Net current assets			3,887,438		3,916,180
Total assets less current liabilities			<u>3,908,680</u>		<u>3,942,772</u>
Provisions for liabilities			-		(172)
Net assets			<u>3,908,680</u>		<u>3,942,600</u>
Capital and reserves					
Called up share capital	10		100		100
Share premium account	9		1,644,157		1,644,157
Profit and loss reserves			<u>2,264,423</u>		<u>2,298,343</u>
Total equity			<u>3,908,680</u>		<u>3,942,600</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 2019 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 2019

The financial statements were approved by the board of directors and authorised for issue on 25 September 2020 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 2019

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 2019

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:

	2019 Number	2018 Number
Total	5	4
	==	==

3 Taxation

	2019 £	2018 £
Current tax		
Adjustments in respect of prior periods	-	(4,243)
	==	==
Deferred tax		
Origination and reversal of timing differences	(7,771)	-
	==	==
Total tax credit	(7,771)	(4,243)
	==	==

M LENNON & CO LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

4 Tangible fixed assets

	Plant and machinery etc
	£
Cost	
At 1 January 2019 and 31 December 2019	91,493
Depreciation and impairment	
At 1 January 2019	64,901
Depreciation charged in the year	5,350
At 31 December 2019	70,251
Carrying amount	
At 31 December 2019	21,242
At 31 December 2018	26,592

5 Debtors

	2019	2018
	£	£
Amounts falling due within one year:		
Corporation tax recoverable	4,243	4,243
Other debtors	34,029	134,840
	38,272	139,083
Amounts falling due after more than one year:		
Deferred tax asset	7,599	-
Total debtors	45,871	139,083

6 Creditors: amounts falling due within one year

	2019	2018
	£	£
Bank loans	2,500,000	2,000,000
Trade creditors	15,168	76,718
Taxation and social security	14,488	9,431
Other creditors	2,002,990	1,335,496
	4,532,646	3,421,645

M LENNON & CO LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

7 Loans and overdrafts

	2019 £	2018 £
Bank loans	2,500,000	2,000,000
Payable within one year	2,500,000	2,000,000

The total of bank loans and overdraft for which security has been given amounted to £2,500,000 (2018 £2,000,000). 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 £2,500,000 will be repayable in 2020. Interest is being charged at 2.5% and 3% above the Bank's Base Rate which is currently 0.1%.

8 Provisions for liabilities

	2019 £	2018 £
Deferred tax liabilities	-	172
	-	172

9 Share premium account

	2019 £	2018 £
At beginning and end of year	1,644,157	1,644,157

10 Called up share capital

	2019 £	2018 £
Ordinary share capital		
Authorised		
500 Ordinary shares of £1 each	500	500
Issued and fully paid		
100 Ordinary shares of £1 each	100	100

M LENNON & CO LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

11 Related party transactions

Transactions with related parties

	Plant hire and other services payable	
	2019	2018
	£	£
Entities over which the directors have control and a significant influence	200,000	55,000
	<hr/>	<hr/>
	200,000	55,000
	<hr/>	<hr/>

The following amounts were outstanding at the reporting end date:

	Amounts owed to related parties	
	2019	2018
	£	£
Entities over which the directors have control and a significant influence	987,595	831,569
	<hr/>	<hr/>
	987,595	831,569
	<hr/>	<hr/>

No guarantees have been given or received.

12 Directors' transactions

Amounts due to directors of the company at the balance sheet date were £525,885 (2018: £Nil).

13 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.