

Neville Trust Limited and Subsidiary Companies

Annual Report and Financial Statements

For the year ended 31 March 2022



Company Registration No. 01998610 (England and Wales)

Neville Trust Limited And Subsidiary Companies

Company Information

Directors	V Trumper FCIS I Trumper ACA
Secretary	V Trumper FCIS
Company number	01998610
Registered office	Neville House Marsh Road Leagrave Luton Bedfordshire LU3 2RZ
Auditor	Moore Kingston Smith LLP 4 Victoria Square St Albans Hertfordshire AL1 3TF
Business address	Neville House Marsh Road Leagrave Luton Bedfordshire LU3 2RZ
Bankers	Barclays Bank Plc 28 George Street Luton LU1 2AE
Solicitors	Machins Solicitors LLP Victoria Street Luton Bedfordshire LU1 2BS

Neville Trust Limited And Subsidiary Companies

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Neville Trust Limited and Subsidiary Companies

Strategic Report

For the year ended 31 March 2022

The directors present the strategic report for the year ended 31 March 2022.

Fair review of the business

Neville Trust Limited (the Company) operates as a holding company. The Company's subsidiary companies' principal activities are the operation of funeral homes as well as Joinery manufacture and construction in Bedfordshire and Hertfordshire. The list of the Company's subsidiary companies and their principal activities are detailed in the notes to the financial statements.

The Company runs a property management business in addition to providing management services and owns the premises from which its subsidiary companies operate. In addition, the Company is also a developer of residential properties within the Bedfordshire area.

The results for the Group show a pre-tax profit of £487,440 for the year and turnover of £26,919,800.

The Directors of the Group are satisfied with the Group's performance, which was in line with expectation due to the competitive construction market and the continuing impact of Covid-19.

Future Outlook

The Directors will continue to manage the company's property portfolio as well as reviewing the property assets currently held and look to capitalise on any opportunities that may arise.

The Pandemic has had a mixed impact on the Group. Although the construction industry continued to operate during lockdowns in the prior year, the business continued to see delays and inefficiencies, leading to reduced margins due to increased costs. The commercial environment for contracting is expected to continue to be very competitive, with limited returns able to be achieved.

During the Pandemic, the funeral business saw increased funeral numbers, but due to the restrictions in place, margins were lower than in recent years due to smaller services being held. Funeral numbers have reduced since the height of the Pandemic, and the lower numbers are expected to continue for the coming year due to changes to the marketplace.

The Directors will manage this business and explore any structural changes available to enhance the overall Group through cost-saving and shared services.

Principal risks and uncertainties

The management of the business and the execution of the Group's strategy are subject to a number of risks. The key business risks and uncertainties affecting the Group are the uncertainty in the economy and the impact of high inflation which will impact the Group's trading performance, asset values and cost base.

In the subsidiary companies, the competitive marketplace will continue to exert pressure on margins and the ability to win profitable work. Uncertainty also exists in the valuation of work in progress which may be subject to final account agreement with clients after the financial statements sign off.

The funeral business also faces uncertainty over the impact of FCA regulation on the Prepayment Plan market. The future shape of regulation in the funeral and prepaid plan markets will result in additional costs and competitive pressure on the market.

Key performance indicators

The management are looking critically at all areas of the business areas with a focus on the main Key Performance Indicator of gross margin.

On behalf of the board



I Trumper ACA

Director

22.12.22

Neville Trust Limited and Subsidiary Companies

Directors' Report

For the year ended 31 March 2022

The directors present their annual report and financial statements for the year ended 31 March 2022.

Principal activities

The principal activities of the group continued to be that of property development, funeral services and property construction and maintenance.

Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

M Henman FCIOB	(Resigned 31 March 2022)
P Henman FCIOB	(Resigned 31 March 2022)
A Tatum-Hume	(Resigned 31 March 2022)
V Trumper FCIS	
I Trumper ACA	

Results and dividends

The results for the year are set out on page 8.

Ordinary dividends were paid amounting to £176,925. The directors do not recommend payment of a further dividend. No dividends were paid in 2021.

Auditor

The auditor, Moore Kingston Smith LLP, is deemed to be reappointed under section 487(2) of the Companies Act 2006.

The directors are responsible for preparing the Annual 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 group and company, and of the profit or loss of the group 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group and company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the group's and company's transactions and disclose with reasonable accuracy at any time the financial position of the group and 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 group and company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Neville Trust Limited and Subsidiary Companies

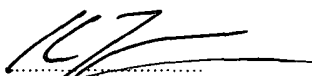
Directors' Report (Continued)

For the year ended 31 March 2022

Statement of disclosure to auditor

So far as the directors are aware, there is no relevant audit information of which the company's auditor are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

On behalf of the board



Trumper ACA

Director

22.12.22

Neville Trust Limited And Subsidiary Companies

Independent Auditor's Report

To the Members of Neville Trust Limited And Subsidiary Companies

Opinion

We have audited the financial statements of Neville Trust Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 March 2022 which comprise the Group Statement of Comprehensive Income, the Group Balance Sheet, the Company Balance Sheet, the Group Statement of Changes in Equity, the Company Statement of Changes in Equity, the Group Statement of Cash Flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 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 group's and the parent company's affairs as at 31 March 2022 and of the group's 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 *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the group 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 group's and parent 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 other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report. 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.

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 course of 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.

Neville Trust Limited And Subsidiary Companies

Independent Auditor's Report (Continued)

To the Members of Neville Trust Limited And Subsidiary Companies

Opinions on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report and the Directors' Report.

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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 Directors' Responsibilities Statement, 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 is 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 group's and parent 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 group or the parent company or to cease operations, or have no realistic alternative but to do so.

Neville Trust Limited And Subsidiary Companies

Independent Auditor's Report (Continued)

To the Members of Neville Trust Limited And Subsidiary Companies

Auditor's 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 an auditor's report 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.

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group's or the parent company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group or the parent company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Neville Trust Limited And Subsidiary Companies

Independent Auditor's Report (Continued)

To the Members of Neville Trust Limited And Subsidiary Companies

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the company.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the company and considered that the most significant are the Companies Act 2006, UK financial reporting standards as issued by the Financial Reporting Council, and UK taxation legislation.
- We obtained an understanding of how the company complies with these requirements by discussions with management and those charged with governance.
- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.
- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.
- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

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 for no purpose other than to draw to the attention of the company's members those matters we are required to include in an auditor's report addressed to them. To the fullest extent permitted by law, we do not accept or assume responsibility to any party 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.



Silvia Vitiello (Senior Statutory Auditor)
for and on behalf of Moore Kingston Smith LLP

Date: 22.12.22

Chartered Accountants
Statutory Auditor

4 Victoria Square
St Albans
Hertfordshire
AL1 3TF

Neville Trust Limited And Subsidiary Companies

Group Statement of Comprehensive Income

For the year ended 31 March 2022

	Notes	2022 £	2021 £
Turnover	3	26,919,800	19,246,270
Cost of sales		(22,660,235)	(14,950,297)
Gross profit		4,259,565	4,295,973
Administrative expenses		(3,781,619)	(4,713,256)
Other operating income		59,004	343,699
Operating profit/(loss)	4	536,950	(73,584)
Interest receivable and similar income	8	420	28
Interest payable and similar expenses	9	(49,930)	(43,131)
Profit/(loss) before taxation		487,440	(116,687)
Tax on profit/(loss)	10	(206,797)	(22,913)
Profit/(loss) for the financial year		280,643	(139,600)

Profit/(loss) for the financial year is all attributable to the owners of the parent company.

Total comprehensive income for the year is all attributable to the owners of the parent company.

The profit and loss account has been prepared on the basis that all operations are continuing operations.

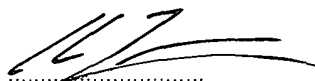
Neville Trust Limited And Subsidiary Companies

Group Balance Sheet

As at 31 March 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Goodwill	12		702,461		722,222
Tangible assets	13		6,168,821		6,407,848
Investment properties	14		2,320,000		2,320,000
			<u>9,191,282</u>		<u>9,450,070</u>
Current assets					
Stocks	18	531,892		466,326	
Debtors	19	5,426,903		2,939,068	
Cash at bank and in hand		3,511,303		3,110,768	
		<u>9,470,098</u>		<u>6,516,162</u>	
Creditors: amounts falling due within one year	20	(6,813,043)		(5,234,535)	
Net current assets			<u>2,657,055</u>		<u>1,281,627</u>
Total assets less current liabilities			<u>11,848,337</u>		<u>10,731,697</u>
Creditors: amounts falling due after more than one year	21		(949,598)		(38,965)
Provisions for liabilities					
Deferred tax liability	25	(371,000)		(268,711)	
		<u>(371,000)</u>		<u>(268,711)</u>	
Net assets			<u>10,527,739</u>		<u>10,424,021</u>
Capital and reserves					
Called up share capital	27		1,965,841		1,965,841
Capital redemption reserve			1,604,442		1,604,442
Other reserves			506		506
Profit and loss reserves			6,956,950		6,853,232
Total equity			<u>10,527,739</u>		<u>10,424,021</u>

The financial statements were approved by the board of directors and authorised for issue on 22.12.22 and are signed on its behalf by:



I Trumper ACA
Director

Neville Trust Limited And Subsidiary Companies

Company Balance Sheet

As at 31 March 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	13	4,939,076		5,064,282	
Investment properties	14	2,320,000		2,320,000	
Investments	15	1,928,283		1,928,280	
		<u>9,187,359</u>		<u>9,312,562</u>	
Current assets					
Stocks	18	385,943		385,943	
Debtors	19	1,437,273		1,502,989	
Cash at bank and in hand		459,210		375,346	
		<u>2,282,426</u>		<u>2,264,278</u>	
Creditors: amounts falling due within one year	20	(561,130)		(1,788,744)	
Net current assets		<u>1,721,296</u>		<u>475,534</u>	
Total assets less current liabilities		<u>10,908,655</u>		<u>9,788,096</u>	
Creditors: amounts falling due after more than one year	21	(945,220)		(23,688)	
Provisions for liabilities					
Deferred tax liability	25	(303,117)		(227,854)	
		<u>(303,117)</u>		<u>(227,854)</u>	
Net assets		<u>9,660,318</u>		<u>9,536,554</u>	
Capital and reserves					
Called up share capital	27	1,965,841		1,965,841	
Capital redemption reserve		1,604,442		1,604,442	
Profit and loss reserves		6,090,035		5,966,271	
Total equity		<u>9,660,318</u>		<u>9,536,554</u>	

As permitted by s408 Companies Act 2006, the Company has not presented its own profit and loss account and related notes. The Company's profit for the year was £300,689 (2021 - £221,814).

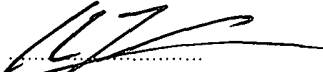
These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Neville Trust Limited And Subsidiary Companies

Company Balance Sheet (Continued)

As at 31 March 2022

The financial statements were approved by the board of directors and authorised for issue on 22.12.22 and are signed on its behalf by:



T. Trumper ACA
Director

Company Registration No. 01998610

Neville Trust Limited and Subsidiary Companies

Group Statement of Changes in Equity

For the year ended 31 March 2022

	Notes	Share capital £	Capital redemption reserve £	Other reserves £	Profit and loss reserves £	Total £
Balance at 1 April 2020		1,965,841	1,604,442	506	6,992,832	10,563,621
Year ended 31 March 2021:						
Loss and total comprehensive income for the year		-	-	-	(139,600)	(139,600)
Balance at 31 March 2021		1,965,841	1,604,442	506	6,853,232	10,424,021
Year ended 31 March 2022:						
Profit and total comprehensive income for the year		-	-	-	280,643	280,643
Dividends	11	-	-	-	(176,925)	(176,925)
Balance at 31 March 2022		1,965,841	1,604,442	506	6,956,950	10,527,739

Neville Trust Limited and Subsidiary Companies

Company Statement of Changes in Equity

For the year ended 31 March 2022

	Notes	Share capital £	redemption reserve £	Profit and loss reserves £	Total £
Balance at 1 April 2020		1,965,841	1,604,442	5,744,457	9,314,740
Year ended 31 March 2021:					
Profit and total comprehensive income for the year		-	-	221,814	221,814
Balance at 31 March 2021		1,965,841	1,604,442	5,966,271	9,536,554
Year ended 31 March 2022:					
Profit and total comprehensive income for the year		-	-	300,689	300,689
Dividends	11	-	-	(176,925)	(176,925)
Balance at 31 March 2022		1,965,841	1,604,442	6,090,035	9,660,318

Neville Trust Limited And Subsidiary Companies

Group Statement of Cash Flows

For the year ended 31 March 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations	31	1,353,376		2,026,444	
Interest paid		(49,930)		(43,131)	
Corporation tax paid		(31,753)		(18,159)	
Net cash inflow from operating activities		1,271,693		1,965,154	
Investing activities					
Purchase of tangible fixed assets		(253,188)		(559,594)	
Proceeds on disposal of tangible fixed assets		1,667		68,423	
Interest received		420		28	
Net cash used in investing activities		(251,101)		(491,143)	
Financing activities					
Repayment of bank loans		(407,969)		-	
Payment of finance leases obligations		(34,927)		5,792	
Dividends paid to equity shareholders		(176,925)		-	
Net cash (used in)/generated from financing activities		(619,821)		5,792	
Net increase in cash and cash equivalents		400,771		1,479,803	
Cash and cash equivalents at beginning of year		3,081,134		1,601,331	
Cash and cash equivalents at end of year		3,481,905		3,081,134	
Relating to:					
Cash at bank and in hand		3,511,303		3,110,768	
Bank overdrafts included in creditors payable within one year		(29,398)		(29,634)	

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements

For the year ended 31 March 2022

1 Accounting policies

Company information

Neville Trust Limited ("the Company") is a limited company domiciled and incorporated in England and Wales. The registered office is Neville House, Marsh Road, Leagrave, Luton, Bedfordshire, LU3 2RZ.

The Group consists of Neville Trust Limited and all of its subsidiaries. Details of its subsidiaries are detailed in the notes to the financial statements.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest pound.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

As permitted by s408 Companies Act 2006, the Company has not presented its own profit and loss account and related notes. The Company's profit for the year was £300,689 (2021 - £221,814).

1.2 Basis of consolidation

The consolidated financial statements incorporate those of Neville Trust Limited and all of its subsidiaries (i.e. entities that the Group controls through its power to govern the financial and operating policies so as to obtain economic benefits). Subsidiaries acquired during the year are consolidated using the purchase method. Their results are incorporated from the date that control passes. All financial statements are made up to 31 March 2022.

All intra-group transactions, balances and unrealised gains on transactions between group companies are eliminated on consolidation. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred.

Where necessary, adjustments are made to the financial statements of subsidiaries to bring the accounting policies used into line with those used by other members of the Group.

The cost of a business combination is the fair value at the acquisition date of the assets given, equity instruments issued and liabilities incurred or assumed, plus costs directly attributable to the business combination. The excess of the cost of a business combination over the fair value of the identifiable assets, liabilities and contingent liabilities acquired is recognised as goodwill.

The cost of the combination includes the estimated amount of contingent consideration that is probable and can be measured reliably, and is adjusted for changes in contingent consideration after the acquisition date.

Provisional fair values recognised for business combinations in previous periods are adjusted retrospectively for final fair values determined in the 12 months following the acquisition date.

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

1 Accounting policies

(Continued)

1.3 Going concern

At the time of approving the financial statements, the directors have a reasonable expectation that the group has adequate resources to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

The group made a pre-tax profit for the year of £487,440 and had net assets at the balance sheet date of £10,527,739 including cash at bank and in hand of £3,511,303. The group has been impacted to some extent by the ongoing COVID-19 pandemic and measures taken to contain it and whilst the group's core activities, such as funeral services and construction, have been able to continue they have been subject to some restrictions. However, the directors do not believe that the pandemic will ultimately affect the ability of the company and group to continue in business and meet its liabilities as they fall due for at least twelve months from the date of approval of the financial statements, which have therefore been prepared on a going concern basis.

1.4 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 and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

When cash inflows are deferred and represent a financing arrangement, the fair value of the consideration is the present value of the future receipts. The difference between the fair value of the consideration and the nominal amount received is recognised as interest income.

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

Revenue from contracts for the provision of professional services is recognised by reference to the stage of completion when the stage of completion, costs incurred and costs to complete can be estimated reliably. The stage of completion is calculated by comparing costs incurred, mainly in relation to contractual hourly staff rates and materials, as a proportion of total costs. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that it is probable will be recovered.

1.5 Intangible fixed assets - goodwill

Goodwill represents the excess of the cost of acquisition of a business over the fair value of net assets acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is considered to have a finite useful life and is amortised on a systematic basis over its expected life, which is 50 years.

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

1 Accounting policies

(Continued)

1.6 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:

Land and buildings freehold	Nil / 5% per annum straight line basis
Land and buildings Leasehold	20 years straight line basis
Plant and machinery	25% per annum reducing balance basis
Fixtures, fittings and equipment	4 - 7 years straight line basis
Motor vehicles	25% per annum reducing balance basis

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 recognised in the profit and loss account.

1.7 Investment properties

Investment property, which is property held and managed to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in the profit and loss account.

Where fair value cannot be achieved without undue cost or effort, investment property is accounted for as tangible fixed assets.

1.8 Impairment of fixed assets

At each reporting period end date, the group reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

The carrying amount of the investments accounted for using the equity method is tested for impairment as a single asset. Any goodwill included in the carrying amount of the investment is not tested separately for impairment.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

1 Accounting policies

(Continued)

1.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at the lower of cost and replacement cost, adjusted where applicable for any loss of service potential.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.10 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and 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.

1.11 Financial instruments

The group has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the group's balance sheet when the group becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset and the net amounts presented in the financial statements when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Impairment of financial assets

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

1 Accounting policies

(Continued)

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the group transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the group after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the group's contractual obligations expire or are discharged or cancelled.

1.12 Equity instruments

Equity instruments issued by the group are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the group.

1.13 Taxation

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

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 group's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

1 Accounting policies

(Continued)

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and 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. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset if, and only if, there is a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.14 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.15 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due. Pension scheme assets are held separately from company assets.

1.16 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to profit or loss so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leased asset are consumed.

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

1 Accounting policies

(Continued)

1.17 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

1.18 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

2 Judgements and key sources of estimation uncertainty

In the application of the group's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Critical judgements

The following judgements (apart from those involving estimates) have had the most significant effect on amounts recognised in the financial statements.

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of future taxable profits together with future tax planning strategies.

The Group uses the valuation performed by its independent valuers as the fair value of its investment properties. The valuation is based upon the key assumptions of estimated rental values and market based yields. With regard to redevelopments and refurbishments, future development costs and an appropriate discount rate are also used. In determining fair value the valuers make reference to market evidence and recent transaction prices for similar properties. The 2021 valuation includes Material Valuation Uncertainty clause due to the impact of Covid-19 outbreak on the market activity.

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

2 Judgements and key sources of estimation uncertainty

(Continued)

Key sources of estimation uncertainty

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows:

The company makes an estimate of the recoverable value of trade and other debtors. When assessing impairment of trade and other debtors, management considers factors including the current credit rating of the debtor, the ageing profile of debtors and historical experience.

The annual amortisation charge for intangible assets is sensitive to changes in the estimated lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. Goodwill impairment reviews are also performed annually. These reviews require an estimation of the value in use of the cash generating units to which goodwill has been allocated. The value in use calculation requires the entity to estimate the future cash flows expected to arise for the cash generating unit and a suitable discount rate to calculate present value.

The annual depreciation charge for property, plant and equipment is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets.

Revenue from contracts is assessed on an individual basis with revenue earned being ascertained based on the stage of completion of the contract which is estimated using a combination of the milestones in the contract and the time spent to date compared to the total time expected to be required to undertake the contract. Estimates of the total time required to undertake the contracts are made on a regular basis and subject to management review. These estimates may differ from the actual results due to a variety of factors such as efficiency of working, accuracy of assessment of progress to date and client decision making.

There is a risk for the group in relation to additional liabilities arising from a number of construction contracts. The contracts have risks associated with them due to latent defects. At the year end the construction companies in the group accrue for the costs of rectification work for known defects. There is however a risk of additional liabilities arising for the cost of rectification work on defects not known at the year end.

3 Turnover and other revenue

An analysis of the group's turnover is as follows:

	2022 £	2021 £
Turnover		
Rent receivable as turnover	333,132	195,396
Vehicle & plant maintenance	21,025	2,556
Funeral services	9,386,328	10,177,481
Construction and property maintenance	17,172,483	8,812,561
Other income	6,832	58,276
	<u>26,919,800</u>	<u>19,246,270</u>

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

3	Turnover and other revenue	(Continued)	
	Other significant revenue		
	Grants received	55,000	343,699
		<u>55,000</u>	<u>343,699</u>
	Turnover analysed by geographical market		
		2022	2021
		£	£
	United Kingdom and Ireland	26,919,800	19,246,270
		<u>26,919,800</u>	<u>19,246,270</u>
4	Operating profit/(loss)		
		2022	2021
		£	£
	Operating profit/(loss) for the year is stated after charging/(crediting):		
	Exchange losses	28	619
	Government grants	(55,000)	(343,699)
	Depreciation of owned tangible fixed assets	491,598	490,515
	Profit on disposal of tangible fixed assets	(1,048)	(10,785)
	Amortisation of intangible assets	19,761	19,761
	Operating lease charges	98,503	68,376
		<u>98,503</u>	<u>68,376</u>
	Exchange differences recognised in profit or loss during the year, except for those arising on financial instruments measured at fair value through profit or loss, amounted to £28 (2021 - £619).		
5	Auditor's remuneration		
		2022	2021
		£	£
	Fees payable to the company's auditor and associates:		
	For audit services		
	Audit of the financial statements of the group and company	25,097	18,566
	Audit of the financial statements of the company's subsidiaries	49,063	43,180
		<u>74,160</u>	<u>61,746</u>

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

6 Employees

The average monthly number of persons (including directors) employed by the group and company during the year was:

	2022 Number	2021 Number
Management	95	115
Building	42	44
Funerals	39	40
	<u>176</u>	<u>199</u>

Their aggregate remuneration comprised:

	2022 £	2021 £
Salaries and social security costs	5,277,827	5,354,726
Pension costs	156,503	124,441
	<u>5,434,330</u>	<u>5,479,167</u>

Key management personnel includes the directors and their remuneration amounted to £852,711 (2021: £853,573).

7 Directors' remuneration

	2022 £	2021 £
Remuneration for qualifying services	370,240	447,515
Company pension contributions to defined contribution schemes	30,000	60,000
	<u>400,240</u>	<u>507,515</u>

Remuneration disclosed above includes the following amounts paid to the highest paid director:

Remuneration for qualifying services	<u>189,667</u>	<u>177,043</u>
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Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

8 Interest receivable and similar income

	2022 £	2021 £
Interest income		
Interest on bank deposits	420	28

Investment income includes the following:

Interest on financial assets not measured at fair value through profit or loss	420	28
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9 Interest payable and similar expenses

	2022 £	2021 £
Interest on financial liabilities measured at amortised cost:		
Interest on bank overdrafts, hire purchase agreements and loans	49,930	43,131

10 Taxation

	2022 £	2021 £
Current tax		
UK corporation tax on profits for the current period	104,508	46,985
Deferred tax		
Origination and reversal of timing differences	102,289	(24,072)
Total tax charge	206,797	22,913

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

10 Taxation

(Continued)

The actual charge for the year can be reconciled to the expected charge/(credit) for the year based on the profit or loss and the standard rate of tax as follows:

	2022 £	2021 £
Profit/(loss) before taxation	487,440	(116,687)
<i>Expected tax charge/(credit) based on the standard rate of corporation tax in the UK of 19.00% (2021: 19.00%)</i>	92,614	(22,171)
Tax effect of utilisation of tax losses not previously recognised	-	67,603
Permanent capital allowances in excess of depreciation	28,218	52,373
Deferred tax adjustments in respect of prior years	100,657	(92,523)
Other differences	(14,692)	17,631
Taxation charge	206,797	22,913

11 Dividends

	2022 £	2021 £
Dividend paid	176,925	-

12 Intangible fixed assets

Group	Goodwill £
Cost	
At 1 April 2021 and 31 March 2022	988,041
Amortisation and impairment	
At 1 April 2021	265,819
Amortisation charged for the year	19,761
At 31 March 2022	285,580
Carrying amount	
At 31 March 2022	702,461
At 31 March 2021	722,222

The Company had no intangible fixed assets at 31 March 2022 or 31 March 2021.

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

13 Tangible fixed assets

Group	Land and buildings freehold £	Plant and machinery £	Fixtures, fittings and equipment £	Motor vehicles £	Total £
Cost					
At 1 April 2021	6,016,458	3,430,026	545,286	942,782	10,934,552
Additions	-	42,643	36,821	173,724	253,188
Disposals	-	-	-	(16,533)	(16,533)
At 31 March 2022	6,016,458	3,472,669	582,107	1,099,973	11,171,207
Depreciation and impairment					
At 1 April 2021	515,261	2,936,863	480,451	594,127	4,526,702
Depreciation charged in the year	143,359	195,408	36,409	116,422	491,598
Eliminated in respect of disposals	-	-	-	(15,914)	(15,914)
At 31 March 2022	658,620	3,132,271	516,860	694,635	5,002,386
Carrying amount					
At 31 March 2022	5,357,838	340,398	65,247	405,338	6,168,821
At 31 March 2021	5,501,197	493,163	64,833	348,655	6,407,850

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

13 Tangible fixed assets

(Continued)

Company	Land and buildings freehold	Plant and machinery	Fixtures, fittings and equipment	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 April 2021	5,280,802	21,135	212,160	158,947	5,673,044
Additions	-	6,835	12,252	-	19,087
At 31 March 2022	5,280,802	27,970	224,412	158,947	5,692,131
Depreciation and impairment					
At 1 April 2021	330,948	17,743	198,444	61,627	608,762
Depreciation charged in the year	105,634	1,702	12,627	24,330	144,293
At 31 March 2022	436,582	19,445	211,071	85,957	753,055
Carrying amount					
At 31 March 2022	4,844,220	8,525	13,341	72,990	4,939,076
At 31 March 2021	4,949,854	3,392	13,716	97,320	5,064,282

The net carrying value of tangible fixed assets includes the following in respect of assets held under finance leases or hire purchase contracts:

	Group 2022 £	2021 £	Company 2022 £	2021 £
Motor vehicles	67,640	90,187	44,502	59,336

The depreciation charge in respect of such assets amounted to £22,547 (2021 - £25,949) for the year.

14 Investment property

	Group 2022 £	Company 2022 £
Fair value		
At 1 April 2021 and 31 March 2022	2,320,000	2,320,000
At 31 March 2022	2,320,000	2,320,000

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

14 Investment property

(Continued)

Investment property is Davenport House in Bowers Way. The fair value of the investment property have been arrived at on the basis of a valuation carried out in 2020 by Davis Coffey independent valuers, who are not connected with the company. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties. The valuation includes Material Valuation Uncertainty clause due to the impact of Covid-19 on the market activity.

If investment properties were stated on an historical cost basis rather than a fair value basis, the amounts would have been included as follows:

	2022 £	2021 £
Cost	1,032,044	1,032,044
Accumulated depreciation	-	-
Carrying amount	<u>1,032,044</u>	<u>1,032,044</u>

15 Fixed asset investments

	Notes	Group 2022 £	2021 £	Company 2022 £	2021 £
Investments in subsidiaries	16	-	-	1,928,282	1,928,279
Unlisted investments		-	-	1	1
		<u>-</u>	<u>-</u>	<u>1,928,283</u>	<u>1,928,280</u>

Movements in fixed asset investments

Company	Shares in group undertakings £	Other investments other than loans £	Total £
Cost or valuation			
At 1 April 2021	1,928,279	1	1,928,280
Additions	3	-	3
At 31 March 2022	<u>1,928,282</u>	<u>1</u>	<u>1,928,283</u>
Carrying amount			
At 31 March 2022	<u>1,928,282</u>	<u>1</u>	<u>1,928,283</u>
At 31 March 2021	<u>1,928,279</u>	<u>1</u>	<u>1,928,280</u>

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

16 Subsidiaries

Details of the company's subsidiaries at 31 March 2022 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Neville Funerals Limited	England and Wales	Dormant company	Ordinary	100.00	-
Neville Construction Group Limited	England and Wales	Non-trading holding company	Ordinary	100.00	-
Neville Funeral Services Limited	England and Wales	Funeral directors	Ordinary	100.00	-
Neville Joinery Limited	England and Wales	Joinery	Ordinary	100.00	-
Neville Special Projects Limited	England and Wales	Building and building maintenance	Ordinary	100.00	-
T&E Neville Limited	England and Wales	Building and building maintenance	Ordinary	100.00	-
Neville Real Estate Limited	England and Wales	Dormant company	Ordinary	100.00	-
Lea Bereavement Support Limited	England and Wales	Dormant company	Ordinary	100.00	-
Talking Elephants Bereavement Services Limited	England and Wales	Dormant company	Ordinary	100.00	-
Neville Flowers Limited	England and Wales	Dormant company	Ordinary	100.00	-
Neville Homes Limited	England and Wales	Dormant company	Ordinary	100.00	-
Neville Memorials Limited	England and Wales	Dormant company	Ordinary	100.00	-

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

16 Subsidiaries

(Continued)

The aggregate capital and reserves and the profit for the year of the subsidiaries noted above was as follows:

Name of undertaking	Profit/(Loss) £	Capital and Reserves £
Neville Funerals Limited	-	1
Neville Construction Group Limited	-	(2)
Neville Funeral Services Limited	278,952	2,009,764
Neville Joinery Limited	(168,675)	(469,864)
Neville Special Projects Limited	193,099	818,150
T&E Neville Limited	(9,863)	(86,122)
Neville Real Estate Limited	-	1
Lea Bereavement Support Limited	-	1
Talking Elephants Bereavement Services Limited	-	1
Neville Flowers Limited	-	1
Neville Homes Limited	-	1
Neville Memorials Limited	-	1

During the year as decision was taken to wind down the activity in T. & E. Neville Limited.

17 Financial instruments

	Group 2022 £	2021 £	Company 2022 £	2021 £
Carrying amount of financial assets				
Debt instruments measured at amortised cost	4,785,880	2,344,733	1,200,226	1,462,517
Equity instruments measured at cost less impairment	-	-	1	1
Carrying amount of financial liabilities				
Measured at amortised cost	6,460,235	4,634,396	1,441,648	1,747,723

18 Stocks

	Group 2022 £	2021 £	Company 2022 £	2021 £
Raw materials and consumables	145,949	80,383	-	-
Work in progress	385,943	385,943	385,943	385,943
	531,892	466,326	385,943	385,943

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

19 Debtors

	Group 2022	2021	Company 2022	2021
	£	£	£	£
Amounts falling due within one year:				
Trade debtors	4,251,703	1,568,058	-	-
Amounts due from group undertakings	-	-	1,200,000	1,462,291
Other debtors	535,321	280,289	226	226
Prepayments and accrued income	639,879	588,500	237,047	40,472
	<u>5,426,903</u>	<u>2,436,847</u>	<u>1,437,273</u>	<u>1,502,989</u>

20 Creditors: amounts falling due within one year

		Group 2022	2021	Company 2022	2021
	Notes	£	£	£	£
Bank loans and overdrafts	22	76,209	1,429,634	46,860	1,400,000
Obligations under finance leases	23	36,340	36,680	24,149	24,489
Trade creditors		2,690,361	1,631,151	117,949	17,056
Amounts owed to group undertakings		-	-	-	66
Corporation tax payable		142,405	69,648	23,158	-
Other taxation and social security		1,160,001	569,456	41,544	64,709
Other creditors		445,679	275,318	7,170	5,152
Accruals and deferred income		2,262,048	1,222,648	300,300	277,272
		<u>6,813,043</u>	<u>5,234,535</u>	<u>561,130</u>	<u>1,788,744</u>

The bank overdraft is secured by a fixed and floating charge over all assets in the Neville Trust Limited group.

21 Creditors: amounts falling due after more than one year

		Group 2022	2021	Company 2022	2021
	Notes	£	£	£	£
Bank loans and overdrafts	22	945,220	-	945,220	-
Obligations under finance leases	23	4,378	38,965	-	23,688
		<u>949,598</u>	<u>38,965</u>	<u>945,220</u>	<u>23,688</u>

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

22 Loans and overdrafts

	Group 2022 £	2021 £	Company 2022 £	2021 £
Bank loans	992,031	1,400,000	992,031	1,400,000
Bank overdrafts	29,398	29,634	49	-
	<u>1,021,429</u>	<u>1,429,634</u>	<u>992,080</u>	<u>1,400,000</u>
Payable within one year	76,209	1,429,634	46,860	1,400,000
Payable after one year	945,220	-	945,220	-
	<u>945,220</u>	<u>1,429,634</u>	<u>945,220</u>	<u>1,400,000</u>

The Company has entered into a composite accounting agreement with its bank. Each participating company has provided a guarantee to the bank. Under the terms of the agreement and the guarantees, the bank is authorised to allow set-off for interest purposes and in certain circumstances to seize credit balances and apply them in reduction of liabilities including debit balances within the composite accounting system.

The loan is secured against the freehold properties held by the Company.

23 Finance lease obligations

	Group 2022 £	2021 £	Company 2022 £	2021 £
Future minimum lease payments due under finance leases:				
Within one year	36,340	36,680	24,149	24,490
In two to five years	4,378	38,965	-	23,688
	<u>40,718</u>	<u>75,645</u>	<u>24,149</u>	<u>48,178</u>

Finance lease payments represent rentals payable by the company or group for certain items of plant and machinery. Leases include purchase options at the end of the lease period, and no restrictions are placed on the use of the assets. The average lease term is between three and four years. All leases are on a fixed repayment basis and no arrangements have been entered into for contingent rental payments.

24 Provisions for liabilities

	Notes	Group 2022 £	2021 £	Company 2022 £	2021 £
Deferred tax liabilities	25	<u>371,000</u>	<u>268,711</u>	<u>303,117</u>	<u>227,854</u>

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

25 Deferred taxation

Deferred tax assets and liabilities are offset where the group or company has a legally enforceable right to do so. The following is the analysis of the deferred tax balances (after offset) for financial reporting purposes:

	Liabilities 2022 £	Liabilities 2021 £
Group		
ACAs	45,612	89,872
Tax losses	-	(66,713)
Investment property	324,893	246,976
Provisions	807	(1,424)
	<u>371,312</u>	<u>268,711</u>
<i>Statutory database figures differ from the trial balance:</i>		
Deferred tax balances	371,000	268,711
Difference	312	-
	Liabilities 2022 £	Liabilities 2021 £
Company		
ACAs	(20,930)	(14,354)
Tax losses	-	(3,986)
Investment property	324,893	246,976
Provisions	(846)	(782)
	<u>303,117</u>	<u>227,854</u>

26 Retirement benefit schemes

	2022 £	2021 £
Defined contribution schemes		
Charge to profit and loss in respect of defined contribution schemes	<u>167,139</u>	<u>204,696</u>

A defined contribution pension scheme is operated for all qualifying employees. The assets of the scheme are held separately from those of the group in an independently administered fund.

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

27 Share capital

	Group and company	
	2022	2021
	£	£
Ordinary share capital		
Issued and fully paid		
1,774,983 Ordinary shares of £1 each	1,774,983	1,774,983
190,858 C Ordinary shares of £1 each	190,858	190,858
	<u>1,965,841</u>	<u>1,965,841</u>

28 Operating lease commitments

Lessee

At the reporting end date the group had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Within one year	54,000	45,000	-	-
Between two and five years	117,321	165,000	-	-
	<u>171,321</u>	<u>210,000</u>	<u>-</u>	<u>-</u>

29 Related party transactions

Transactions with related parties

During the year sales to director sand their families amounted to £37,864 (2021: £nil). All sales were made on an arm's length basis.

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

30 Contingent liabilities

One of the group companies has historically contributed to the Plumbing & Mechanical Service (UK) Industry Pension Scheme and ceased contributions in April 2009. The Directors of T&E Neville Ltd have been made aware of a possible Section 75 Liability as a result of the ceasing of contributions. The Directors are working with solicitors and the Pension Scheme to mitigate potential liability. As part of these discussions in January 2020, the directors submitted information to the Trustees under clause I; however, as some previous employers have raised complaints against the Trustee company on a number of different grounds, the Trustee company had submitted a petition to the court to gain clarification on the use of Trustee funds and the Trustee company's indemnity in debt-related matters. This petition and the impact of Covid had delayed any further action regarding the possible debt. Following the court decision, the Company is now in further contact with the Trustees regarding the claim under Clause i.

As previously stated, the Directors have received advice that Potential Debt claimed by the Trustee of the Scheme may and should be contested on a number of legal grounds and may therefore treat the Potential Debt as a disputed debt for the purposes of considering the financial position of the Company.

Based on the application regarding clause i and the other options available to fight the claim that would enable the debt not to become payable due to the circumstances surrounding the potential debt, the Directors believe that there are no liabilities at the year-end that should be recognised in the financial statements

31 Cash generated from group operations

	2022 £	2021 £
Profit/(loss) for the year after tax	280,643	(139,600)
Adjustments for:		
Taxation charged	206,797	22,913
Finance costs	49,930	43,131
Investment income	(420)	(28)
Gain on disposal of tangible fixed assets	(1,048)	(10,785)
Amortisation and impairment of intangible assets	19,761	19,761
Depreciation and impairment of tangible fixed assets	491,598	490,515
Movements in working capital:		
(Increase)/decrease in stocks	(65,566)	18,775
(Increase)/decrease in debtors	(2,487,835)	368,594
Increase in creditors	2,859,516	1,213,168
Cash generated from operations	1,353,376	2,026,444

Neville Trust Limited and Subsidiary Companies

Notes to the Financial Statements (Continued)

For the year ended 31 March 2022

32 Analysis of changes in net funds - group

	1 April 2021	Cash flows	31 March 2022
	£	£	£
Cash at bank and in hand	3,110,768	400,535	3,511,303
Bank overdrafts	(29,634)	236	(29,398)
	<u>3,081,134</u>	<u>400,771</u>	<u>3,481,905</u>
Borrowings excluding overdrafts	(1,400,000)	407,969	(992,031)
Obligations under finance leases	(75,645)	34,927	(40,718)
	<u>1,605,489</u>	<u>843,667</u>	<u>2,449,156</u>