

COMPANY REGISTRATION NUMBER: 02421293

Edward P Wright Limited
Financial Statements
For the year ended
30 September 2021



Edward P Wright Limited
Financial Statements
Year ended 30 September 2021

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Edward P Wright Limited
Officers and Professional Advisers

The board of directors

P E Wright
Mrs J Gazi - Wright

Company secretary

Mrs J Gazi-Wright

Registered office

Edward P Wright Ltd
Warren Road
Scunthorpe
North Lincolnshire
DN15 6XH

Auditor

Streets Audit LLP
Chartered accountants & statutory auditor
Tower House
Lucy Tower Street
Lincoln
LN1 1XW

Edward P Wright Limited

Strategic Report

Year ended 30 September 2021

We aim to present a balanced and comprehensive review of the development and performance of our business during the year and its position at the year end. Our review is consistent with the size and non complex nature of our business and is written in the context of the risks and uncertainties we face.

The company continues to deal in the sale of motor cars.

We consider that our key performance indicators are those that communicate the financial performance and strength of the company as a whole, these being turnover, gross margin and return on capital employed.

The turnover of the company increased by 18% in 2021 as trading recovered from the covid lockdowns.

Gross margins remained at a satisfactory level.

The business maintained its market share during the year. Competition in the market remains fierce but the directors believe the company is in a good financial position to grow its market share further now conditions are returning to normal after the initial impact of the covid pandemic.

Overall operating profit has risen to £1,603,248 from £904,788. After taxation a profit of £1,189,761 has been taken to reserves. Dividends were paid of £1,100,000.

Return on capital employed has risen to 29% from 17% and remains satisfactory in the current circumstances. Return on capital employed is calculated as profit before interest and tax divided by capital employed, which constitutes total assets less current liabilities.

As for many businesses of our size, the business environment in which we operate continues to be challenging but we are confident that the company will maintain or increase its market share. The company operates in markets where costs are constantly under review. The company manages its risks by continuing to develop its products and services and by working with customers to understand fully their requirements.

The companies credit risk is primarily attributable to its trade receivables. The amount presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.


Liquidity risk is managed by ensuring the banking facilities for the company are adequate to ensure liabilities can be settled as they fall due.

With these risks and uncertainties in mind, we are aware that any plans for the future development of the business may be subject to unforeseen future events outside of our control.

This report was approved by the board of directors on 11 May 2022 and signed on behalf of the board by:

P E Wright
Director

Registered office:
Edward P Wright Ltd
Warren Road
Scunthorpe
North Lincolnshire
DN15 6XH


Mrs J Gazi - Wright
Director

Edward P Wright Limited

Directors' Report

Year ended 30 September 2021

The directors present their report and the financial statements of the company for the year ended 30 September 2021.

Principal activities

The principal activity of the company is that of motor car dealers.

Directors

The directors who served the company during the year were as follows:

P E Wright
Mrs J Gazi - Wright

Dividends

Particulars of recommended dividends are detailed in note 13 to the financial statements.

Other matters

During and subsequent to the year-end, the UK has experienced a pandemic of the coronavirus. The potential effects to the company and its future prospects cannot be fully quantified but the directors remain committed to the protection of the business. This is being regularly reviewed by the directors. In addition the directors are mindful of the significant ongoing support being offered by the Government. Accordingly the financial statements have been prepared on a going concern basis.

Disclosure of information in the strategic report

Information required by schedule 7 of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008 has been included in the Strategic Report.

Directors' responsibilities statement

The directors are responsible for preparing the strategic report, directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the profit or loss of the company for that period.

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

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Edward P Wright Limited

Directors' Report *(continued)*

Year ended 30 September 2021

Auditor

Each of the persons who is a director at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the company's auditor is unaware; and
- they have taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This report was approved by the board of directors on 11 May 2022 and signed on behalf of the board by:

P E Wright
Director

Registered office:
Edward P Wright Ltd
Warren Road
Scunthorpe
North Lincolnshire
DN15 6XH



Mrs J Gazi - Wright
Director

Edward P Wright Limited

Independent Auditor's Report to the Members of Edward P Wright Limited

Year ended 30 September 2021

Opinion

We have audited the financial statements of Edward P Wright Limited (the 'company') for the year ended 30 September 2021 which comprise the statement of income and retained earnings, statement of financial position and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including 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 company's affairs as at 30 September 2021 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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 company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The 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. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Edward P Wright Limited

Independent Auditor's Report to the Members of Edward P Wright Limited

(continued)

Year ended 30 September 2021

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the strategic report and the 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 company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the 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 company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Edward P Wright Limited

Independent Auditor's Report to the Members of Edward P Wright Limited (continued)

Year ended 30 September 2021

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.

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:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the company through discussions with directors and other management, and from our commercial knowledge and experience of the company and sector in which it operates;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Companies Act 2006, taxation legislation, data protection, anti-bribery, employment, environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions; and
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with HMRC, relevant regulators and the company's legal advisors.

Edward P Wright Limited

Independent Auditor's Report to the Members of Edward P Wright Limited *(continued)*

Year ended 30 September 2021

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the company's members, as a body, in accordance with chapter 3 of part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



ROBIN LEE (Senior Statutory Auditor)

For and on behalf of
Streets Audit LLP
Chartered accountants & statutory auditor
Tower House
Lucy Tower Street
Lincoln
LN1 1XW

12 May 2022

Edward P Wright Limited
Statement of Income and Retained Earnings
Year ended 30 September 2021

	Note	2021 £	2020 £
Turnover	4	28,391,149	24,069,464
Cost of sales		<u>24,059,867</u>	<u>20,115,518</u>
Gross profit		4,331,282	3,953,946
Administrative expenses		<u>2,744,995</u>	3,065,024
Other operating income	5	<u>16,961</u>	<u>15,866</u>
Operating profit	6	1,603,248	904,788
Other interest receivable and similar income	10	<u>70</u>	1,723
Interest payable and similar expenses	11	<u>135,374</u>	<u>20,000</u>
Profit before taxation		1,467,944	886,511
Tax on profit	12	<u>278,183</u>	<u>170,631</u>
Profit for the financial year and total comprehensive income		<u>1,189,761</u>	<u>715,880</u>
Dividends paid and payable	13	<u>(1,100,000)</u>	(600,000)
Retained earnings at the start of the year		<u>5,339,330</u>	<u>5,223,450</u>
Retained earnings at the end of the year		<u>5,429,091</u>	<u>5,339,330</u>

All the activities of the company are from continuing operations.

The notes on pages 11 to 18 form part of these financial statements.

Edward P Wright Limited
Statement of Financial Position
30 September 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	14	228,455	203,551
Current assets			
Stocks	16	6,417,383	5,283,423
Debtors	17	1,595,568	1,306,701
Cash at bank and in hand		685,451	1,611,291
		<u>8,698,402</u>	<u>8,201,415</u>
Creditors: amounts falling due within one year	18	<u>3,456,340</u>	<u>2,979,595</u>
Net current assets		<u>5,242,062</u>	<u>5,221,820</u>
Total assets less current liabilities		<u>5,470,517</u>	<u>5,425,371</u>
Creditors: amounts falling due after more than one year	19	–	50,000
Provisions			
Taxation including deferred tax	20	40,426	35,041
Net assets		<u>5,430,091</u>	<u>5,340,330</u>
Capital and reserves			
Called up share capital	23	1,000	1,000
Profit and loss account	24	5,429,091	5,339,330
Shareholders funds		<u>5,430,091</u>	<u>5,340,330</u>

These financial statements were approved by the board of directors and authorised for issue on 11 May 2022, and are signed on behalf of the board by:

P E Wright
Director

Company registration number: 02421293

Mrs J Gazi - Wright
Director

Edward P Wright Limited
Notes to the Financial Statements
Year ended 30 September 2021

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Edward P Wright Ltd, Warren Road, Scunthorpe, North Lincolnshire, DN15 6XH.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in sterling, which is the functional currency of the entity.

The financial statements comply with applicable legislation, except where otherwise stated, to achieve a fair presentation. Management has concluded that the financial statements present fairly the company's financial position and performance.

Going concern

The directors believe that the company has adequate resources to continue in operational existence for the foreseeable future. The company expects operational profit to be maintained in future years. For these reasons the adoption of the going concern basis for producing the accounts is considered appropriate.

Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. Its financial statements are consolidated into the financial statements of Edward P Wright Holdings Limited which can be publicly obtained. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102:

- (a) No cash flow statement has been presented for the company.
- (b) Disclosures in respect of financial instruments have not been presented.
- (c) No disclosure has been given for the aggregate remuneration of key management personnel.

Edward P Wright Limited

Notes to the Financial Statements *(continued)*

Year ended 30 September 2021

3. Accounting policies *(continued)*

Judgements and key sources of estimation uncertainty

The directors make estimates and assumptions about the future. These estimates and assumptions impact recognised assets and liabilities, as well as revenue and expenses and other disclosures. These estimates are based on historical experience and on various assumptions considered reasonable under the prevailing conditions. The actual outcome may diverge from these estimates if other assumptions are made, or other conditions arise. The estimates and assumptions that may have a significant effect on the carrying amounts of assets and liabilities within financial year include:

Tangible fixed assets are recognised at cost, less accumulated depreciation and any impairments. Depreciation takes place over the estimated useful life, down to the assessed residual value. The carrying amount of the company's fixed assets is tested as soon as changed conditions show that a need for impairment has arisen.

The cost of inventory and associated provisioning are considered regularly. When calculating the inventory provision, management considers the nature and condition of the inventory, as well as applying assumptions around anticipated saleability of goods for resale.

Investments are recognised at cost less any impairment. The carrying amount of the company's investments are tested as soon as changed conditions show that a need for impairment has arisen.

Revenue recognition

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods supplied and services rendered, stated net of discounts and of Value Added Tax.

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

Taxation

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in the profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profits for the current and past periods. Current tax is measured at the amounts of tax expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all material timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax.

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

Tangible assets

All fixed assets are initially recorded at cost.

Edward P Wright Limited

Notes to the Financial Statements *(continued)*

Year ended 30 September 2021

3. Accounting policies *(continued)*

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold property	-	2% straight line
Plant & machinery	-	15% reducing balance
Fixtures and Fittings	-	33% straight line

Investments

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Stock is included in the accounts based on purchase price.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided.

4. Turnover

Turnover arises from:

	2021	2020
	£	£
Sale and servicing of second hand cars	<u>28,391,149</u>	<u>24,069,464</u>

The whole of the turnover is attributable to the principal activity of the company wholly undertaken in the United Kingdom.

Edward P Wright Limited

Notes to the Financial Statements *(continued)*

Year ended 30 September 2021

5. Other operating income

	2021	2020
	£	£
Other operating income	<u>16,961</u>	<u>15,866</u>

6. Operating profit

Operating profit or loss is stated after charging:

	2021	2020
	£	£
Depreciation of tangible assets	<u>41,624</u>	<u>36,486</u>

7. Auditor's remuneration

	2021	2020
	£	£
Fees payable for the audit of the financial statements	<u>6,600</u>	<u>6,500</u>

8. Staff costs

The average number of persons employed by the company during the year, including the directors, amounted to:

	2021	2020
	No.	No.
Number of staff	<u>52</u>	<u>68</u>

The aggregate payroll costs incurred during the year, relating to the above, were:

	2021	2020
	£	£
Wages and salaries	1,343,345	1,609,706
Social security costs	152,303	166,891
Other pension costs	25,708	30,653
	<u>1,521,356</u>	<u>1,807,250</u>

9. Directors' remuneration

The directors' aggregate remuneration in respect of qualifying services was:

	2021	2020
	£	£
Remuneration	<u>20,536</u>	<u>53,004</u>

The number of directors who accrued benefits under company pension plans was as follows:

	2021	2020
	No.	No.
Defined contribution plans	<u>2</u>	<u>2</u>

10. Other interest receivable and similar income

	2021	2020
	£	£
Interest on bank deposits	<u>70</u>	<u>1,723</u>

Edward P Wright Limited

Notes to the Financial Statements *(continued)*

Year ended 30 September 2021

11. Interest payable and similar expenses

	2021 £	2020 £
Other interest payable and similar charges	<u>135,374</u>	<u>20,000</u>

12. Tax on profit

Major components of tax expense

	2021 £	2020 £
Current tax:		
UK current tax expense	272,652	171,454
Adjustments in respect of prior periods	<u>146</u>	<u>–</u>
Total current tax	<u>272,798</u>	<u>171,454</u>
Deferred tax:		
Origination and reversal of timing differences	5,385	(2,815)
Impact of change in tax rate	<u>–</u>	<u>1,992</u>
Total deferred tax	<u>5,385</u>	<u>(823)</u>
Tax on profit	<u>278,183</u>	<u>170,631</u>

Reconciliation of tax expense

The tax assessed on the profit on ordinary activities for the year is lower than (2020: higher than) the standard rate of corporation tax in the UK of 19% (2020: 19%).

	2021 £	2020 £
Profit on ordinary activities before taxation	<u>1,467,944</u>	<u>886,511</u>
Profit on ordinary activities by rate of tax	278,909	168,437
Effect of superdeductions	(1,552)	–
Effect of expenses not deductible for tax purposes	680	202
Under / (over) provision prior years	<u>146</u>	<u>–</u>
Change in deferred tax rate	<u>–</u>	<u>1,992</u>
Tax on profit	<u>278,183</u>	<u>170,631</u>

Factors that may affect future tax expense

Deferred tax has been provided at the expected corporation tax rate ruling at the future date of reversal.

13. Dividends

Dividends paid during the year (excluding those for which a liability existed at the end of the prior year):

	2021 £	2020 £
Equity dividends on ordinary shares	<u>1,100,000</u>	<u>600,000</u>

Edward P Wright Limited

Notes to the Financial Statements *(continued)*

Year ended 30 September 2021

14. Tangible assets

	Leasehold property £	Plant and machinery £	Fixtures and fittings £	Total £
Cost				
At 1 October 2020	29,332	931,840	212,386	1,173,558
Additions	<u>2,200</u>	<u>61,016</u>	<u>3,312</u>	<u>66,528</u>
At 30 September 2021	<u>31,532</u>	<u>992,856</u>	<u>215,698</u>	<u>1,240,086</u>
Depreciation				
At 1 October 2020	7,314	771,213	191,480	970,007
Charge for the year	<u>1,084</u>	<u>32,000</u>	<u>8,540</u>	<u>41,624</u>
At 30 September 2021	<u>8,398</u>	<u>803,213</u>	<u>200,020</u>	<u>1,011,631</u>
Carrying amount				
At 30 September 2021	<u>23,134</u>	<u>189,643</u>	<u>15,678</u>	<u>228,455</u>
At 30 September 2020	<u>22,018</u>	<u>160,627</u>	<u>20,906</u>	<u>203,551</u>

15. Investments

	Other investments other than loans £
Cost	
At 1 October 2020 and 30 September 2021	<u>146,500</u>
Impairment	
At 1 October 2020 and 30 September 2021	<u>146,500</u>
Carrying amount	
At 30 September 2021	<u>-</u>
At 30 September 2020	<u>-</u>

The company invested £146,500 in Limited Liability Partnerships. As at the balance sheet date the directors have considered the impairment of investments in accordance with Financial Reporting Standard 102. The nature of the investment makes predicting future returns difficult and based on all of the available evidence as at the balance sheet date the directors have concluded that the value of the investments may not be recoverable. For this reason the investment has been fully impaired.

16. Stocks

	2021 £	2020 £
Goods for resale	<u>6,417,383</u>	<u>5,283,423</u>

Edward P Wright Limited

Notes to the Financial Statements *(continued)*

Year ended 30 September 2021

17. Debtors

	2021	2020
	£	£
Trade debtors	120,557	11,319
Amounts owed by group undertakings	1,298,780	1,273,732
Prepayments and accrued income	37,840	21,650
Other debtors	138,391	–
	<u>1,595,568</u>	<u>1,306,701</u>

18. Creditors: amounts falling due within one year

	2021	2020
	£	£
Stocking loans	500,000	1,000,000
Trade creditors	727,691	520,728
Accruals and deferred income	152,707	246,824
Corporation tax	272,609	171,454
Social security and other taxes	243,078	249,115
Director loan accounts	1,560,255	791,474
	<u>3,456,340</u>	<u>2,979,595</u>

The loans are secured by charges over the assets of the company.

19. Creditors: amounts falling due after more than one year

	2021	2020
	£	£
Bank loans	–	50,000

Bank loans were secured on the assets of the company.

20. Provisions

	Deferred tax (note 21) £
At 1 October 2020	35,041
Additions	5,385
At 30 September 2021	<u>40,426</u>

21. Deferred tax

The deferred tax included in the statement of financial position is as follows:

	2021	2020
	£	£
Included in provisions (note 20)	<u>40,426</u>	<u>35,041</u>

The deferred tax account consists of the tax effect of timing differences in respect of:

	2021	2020
	£	£
Accelerated capital allowances	<u>40,426</u>	<u>35,041</u>

Edward P Wright Limited

Notes to the Financial Statements *(continued)*

Year ended 30 September 2021

22. Employee benefits

Defined contribution plans

The amount recognised in profit or loss as an expense in relation to defined contribution plans was £25,708 (2020: £30,653).

23. Called up share capital

Issued, called up and fully paid

	2021		2020	
	No.	£	No.	£
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

24. Reserves

Profit and loss account - This reserve records retained earnings and accumulated losses.

25. Related party transactions

The company was controlled by the directors of the holding company.

26. Controlling party

The ultimate parent company of this company is Edward P Wright (Holdings) Limited, a company registered in the UK.