

Loxston Groundcare Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 30 November 2020

Mitchams Chartered Accountants
1 Cornhill
Ilminster
Somerset
TA19 0AD

Loxston Groundcare Limited

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Loxston Groundcare Limited

Company Information

Directors	Mr P W Loxston Mr M J Hawtin Mrs D A Loxston
Company secretary	Mrs D A Loxston
Registered office	New Road Seavington St Mary Ilminster Somerset TA19 0QU
Accountants	Mitchams Chartered Accountants 1 Cornhill Ilminster Somerset TA19 0AD

Loxston Groundcare Limited
(Registration number: 02937554)
Balance Sheet as at 30 November 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	<u>4</u>	62,495	50,071
Current assets			
Stocks	<u>5</u>	367,815	426,589
Debtors	<u>6</u>	80,116	87,989
Cash at bank and in hand		<u>21,595</u>	<u>90</u>
		469,526	514,668
Creditors: Amounts falling due within one year	<u>7</u>	<u>(167,613)</u>	<u>(256,910)</u>
Net current assets		<u>301,913</u>	<u>257,758</u>
Total assets less current liabilities		364,408	307,829
Creditors: Amounts falling due after more than one year	<u>1</u>	(20,396)	(19,617)
Provisions for liabilities		<u>(7,200)</u>	<u>(4,600)</u>
Net assets		<u>336,812</u>	<u>283,612</u>
Capital and reserves			
Called up share capital		200	200
Profit and loss account		<u>336,612</u>	<u>283,412</u>
Shareholders' funds		<u>336,812</u>	<u>283,612</u>

For the financial year ending 30 November 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 23 June 2021 and signed on its behalf by:

Loxston Groundcare Limited

(Registration number: 02937554)

Balance Sheet as at 30 November 2020

.....
Mr P W Loxston
Director

Loxston Groundcare Limited

Notes to the Financial Statements for the Year Ended 30 November 2020

1 General information

The company is a private company limited by share capital, incorporated in England & Wales.

The address of its registered office is:

New Road
Seavington St Mary
Ilminster
Somerset
TA19 0QU

These financial statements were authorised for issue by the Board on 23 June 2021.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Loxston Groundcare Limited

Notes to the Financial Statements for the Year Ended 30 November 2020

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

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

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Land and buildings	10% reducing balance
Furniture, fittings and equipment	25% reducing balance
Plant and machinery	25% reducing balance
Motor vehicles	25% reducing balance

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

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Notes to the Financial Statements for the Year Ended 30 November 2020

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

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

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 8 (2019 - 8).

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Notes to the Financial Statements for the Year Ended 30 November 2020

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Plant and machinery £	Total £
Cost or valuation					
At 1 December 2019	2,124	10,791	70,630	63,374	146,919
Additions	-	1,305	18,250	18,337	37,892
Disposals	-	-	(11,250)	-	(11,250)
At 30 November 2020	2,124	12,096	77,630	81,711	173,561
Depreciation					
At 1 December 2019	1,553	9,523	35,438	50,334	96,848
Charge for the year	57	643	12,174	7,848	20,722
Eliminated on disposal	-	-	(6,504)	-	(6,504)
At 30 November 2020	1,610	10,166	41,108	58,182	111,066
Carrying amount					
At 30 November 2020	514	1,930	36,522	23,529	62,495
At 30 November 2019	571	1,268	35,192	13,040	50,071

Included within the net book value of land and buildings above is £514 (2019 - £571) in respect of long leasehold land and buildings.

5 Stocks

	2020 £	2019 £
Raw materials and consumables	365,458	425,399
Work in progress	2,357	1,190
	367,815	426,589

6 Debtors

	2020 £	2019 £
Trade debtors	78,425	78,637
Prepayments	1,691	5,344
Other debtors	-	4,008
	80,116	87,989

Loxston Groundcare Limited

Notes to the Financial Statements for the Year Ended 30 November 2020

7 Creditors

	Note	2020 £	2019 £
Due within one year			
Bank loans and overdrafts	8	24,669	87,455
Trade creditors		44,923	111,164
Taxation and social security		62,012	38,615
Accruals and deferred income		4,810	5,135
Other creditors		31,199	14,541
		<u>167,613</u>	<u>256,910</u>

Due after one year

Loans and borrowings	8	<u>20,396</u>	<u>19,617</u>
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Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
Due after one year			
Loans and borrowings	8	<u>20,396</u>	<u>19,617</u>

8 Loans and borrowings

	2020 £	2019 £
Non-current loans and borrowings		
Hire purchase contracts	<u>20,396</u>	<u>19,617</u>

	2020 £	2019 £
Current loans and borrowings		
Bank overdrafts	-	76,281
Hire purchase contracts	<u>24,669</u>	<u>11,174</u>
	<u>24,669</u>	<u>87,455</u>

9 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £11,365 (2019 - £Nil).

Loxston Groundcare Limited

Notes to the Financial Statements for the Year Ended 30 November 2020

10 Related party transactions

Transactions with directors

	At 1 December 2019 £	Advances to directors £	Repayments by director £	At 30 November 2020 £
2020				
Mr M J Hawtin				
Interest free loan to/(from) director	254	-	(254)	-
Mr P W Loxston				
Interest free loan to/(from) director	3,754	6,511	(18,727)	(8,462)

	At 1 December 2018 £	Advances to directors £	Repayments by director £	At 30 November 2019 £
2019				
Mr M J Hawtin				
Interest free loan to/(from) director	254	-	-	254
Mr P W Loxston				
Interest free loan to/(from) director	-	16,750	(12,996)	3,754

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.