

**QUALITY FREIGHT SERVICES LIMITED**

**Strategic Report, Report of the Director and**

**Financial Statements for the Year Ended 31 August 2022**

Walter Dawson & Son Chartered Accountants  
1 Valley Court  
Canal Road  
Bradford  
West Yorkshire  
BD1 4SP

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**for the Year Ended 31 August 2022**

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**QUALITY FREIGHT SERVICES LIMITED**

**Company Information**  
**for the Year Ended 31 August 2022**

**DIRECTOR:**

M J Johnson

**REGISTERED OFFICE:**

Unit 1 Peel House  
Off Taunton Street  
Shipley  
West Yorkshire  
BD18 3NA

**REGISTERED NUMBER:**

03090860 (England and Wales)

**AUDITORS:**

Walter Dawson & Son Chartered Accountants  
1 Valley Court  
Canal Road  
Bradford  
West Yorkshire  
BD1 4SP

**Strategic Report**  
**for the Year Ended 31 August 2022**

The director presents his strategic report for the year ended 31 August 2022.

**REVIEW OF BUSINESS**

The company has had another great year of organic growth with turnover increasing over 110%. Whilst there were several factors leading to this result the main two were the continued reinvestment back into the business by the recruitment of high calibre Freight Account Managers and the increase in levels of business from existing clients who have appreciated the 'one contact point' principal we operate and promote.

Again, through this financial year the increase in high calibre freight people has enhanced our image both internally, making all the staff feel proud of our company, and externally where previously sceptical potential employees are now more inclined to 'get on board' having seen their industry compatriots join and thrive.

Towards the end of the previous financial year, and predominantly because of customer demand, we employed a dedicated Compliance Manager who elevated our ISO9001 processes and thereby our accreditation opening doors to otherwise inaccessible 'Blue Chip' customers and thereby larger tranches of business. An additional benefit was that the tightening up of existing systems eradicated mistakes, slightly increased margins and reduced administrative staff queries which increased efficiency.

The continued recruitment of professional freight forwarders mentioned above, combined with increasing our network of offices across the country to 15 has given us access to new areas where the value of a local presence, compared to our competitors who have been increasingly centralising, has won us numerous customers who simply want professional attention and an appreciation of the nuances of their specific freight requirements.

We are also now experiencing some economies of scale, mainly with our head office administrative functions, thereby enabling us to increase our profitability.

Our future plans include a continuation of our recruitment policy of bringing in the best people and paying them well alongside the opening of new offices when appropriately qualified candidates are found.

As in the previous year, we do not envisage any capital investment other than the purchase of more computers and other IT items along with upgrading our bespoke operating and accounting systems as the company continues to grow. The company will continue to lease most of its company cars and its assorted offices across the UK ensuring that its fixed asset register remains very low.

We continue to maintain the local team spirit within every branch as this was a significant part of our development in the early years whilst, at the same time, also encouraging inter-branch visits to promote the ongoing inclusive non corporate family feel.

**ON BEHALF OF THE BOARD:**

M J Johnson - Director

3 May 2023

**Report of the Director**  
**for the Year Ended 31 August 2022**

The director presents his report with the financial statements of the company for the year ended 31 August 2022.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of freight forwarding.

**DIVIDENDS**

No dividends will be distributed for the year ended 31 August 2022.

**DIRECTOR**

M J Johnson held office during the whole of the period from 1 September 2021 to the date of this report.

**STATEMENT OF DIRECTOR'S RESPONSIBILITIES**

The director is responsible for preparing the Strategic Report, the Report of the Director and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements 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 director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**AUDITORS**

The auditors, Walter Dawson & Son Chartered Accountants, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**ON BEHALF OF THE BOARD:**

M J Johnson - Director

3 May 2023

**Report of the Independent Auditors to the Members of**  
**QUALITY FREIGHT SERVICES LIMITED**

**Opinion**

We have audited the financial statements of QUALITY FREIGHT SERVICES LIMITED (the 'company') for the year ended 31 August 2022 which comprise the Income Statement, Other Comprehensive Income, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Notes to the Cash Flow Statement, Notes to the Financial Statements, 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 Financial Reporting Standard 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 31 August 2022 and of its 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 Auditors' 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 director's 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 director with respect to going concern are described in the relevant sections of this report.

**Other information**

The director is responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Director, but does not include the financial statements and our Report of the Auditors thereon.

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 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.

**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 Report of the Director for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Director have been prepared in accordance with applicable legal requirements.

**Report of the Independent Auditors to the Members of**  
**QUALITY FREIGHT SERVICES LIMITED**

**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 Report of the Director.

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, 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 director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

**Responsibilities of director**

As explained more fully in the Statement of Director's Responsibilities set out on page three, the director is 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 director determines 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 director is 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 director either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

**Report of the Independent Auditors to the Members of**  
**QUALITY FREIGHT SERVICES LIMITED**

**Auditors' 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 a Report of the Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Our approach to identifying and assessing the risk 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 discussion with directors and other management, and from our commercial knowledge and experience of the sector;
- we focussed on specific laws and regulations which 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 a 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;
- assessed whether judgements and assumptions made in determining the accounting estimates set out in note 2 and where indicative of potential bias; 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;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with HMRC, relevant regulators including the Health and Safety Executive, and the company's legal advisors.

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](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Auditors.



**Report of the Independent Auditors to the Members of**  
**QUALITY FREIGHT SERVICES LIMITED**

**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 a Report of the Auditors 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.

John Richard Hall (Senior Statutory Auditor)  
for and on behalf of Walter Dawson & Son Chartered Accountants  
1 Valley Court  
Canal Road  
Bradford  
West Yorkshire  
BD1 4SP

3 May 2023

**Income Statement**  
**for the Year Ended 31 August 2022**

	Notes	31.8.22 £	31.8.21 £
<b>TURNOVER</b>		73,743,077	35,052,020
Cost of sales		<u>58,355,183</u>	<u>28,803,764</u>
<b>GROSS PROFIT</b>		15,387,894	6,248,256
Administrative expenses		<u>12,065,580</u>	<u>5,917,426</u>
		3,322,314	330,830
Other operating income		<u>(22,793)</u>	<u>22,146</u>
<b>OPERATING PROFIT</b>	4	3,299,521	352,976
Interest receivable and similar income		<u>544</u>	<u>18</u>
		3,300,065	352,994
Interest payable and similar expenses	5	<u>20,197</u>	<u>15,416</u>
<b>PROFIT BEFORE TAXATION</b>		3,279,868	337,578
Tax on profit	6	<u>613,480</u>	<u>54,014</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<u>2,666,388</u>	<u>283,564</u>

The notes form part of these financial statements

**QUALITY FREIGHT SERVICES LIMITED (Registered number: 03090860)**

**Other Comprehensive Income**  
**for the Year Ended 31 August 2022**

	31.8.22	31.8.21
Notes	£	£
<b>PROFIT FOR THE YEAR</b>	2,666,388	283,564
<b>OTHER COMPREHENSIVE INCOME</b>	-	-
<b>TOTAL COMPREHENSIVE INCOME</b>		
<b>FOR THE YEAR</b>	<u>2,666,388</u>	<u>283,564</u>

The notes form part of these financial statements

**QUALITY FREIGHT SERVICES LIMITED (Registered number: 03090860)****Balance Sheet**  
**31 August 2022**

	Notes	31.8.22 £	£	31.8.21 £	£
<b>FIXED ASSETS</b>					
Tangible assets	7		305,564		268,333
<b>CURRENT ASSETS</b>					
Debtors	8	12,944,915		6,337,442	
Cash at bank and in hand		<u>2,814,933</u>		<u>1,518,054</u>	
		15,759,848		7,855,496	
<b>CREDITORS</b>					
Amounts falling due within one year	9	<u>11,918,320</u>		<u>6,643,125</u>	
<b>NET CURRENT ASSETS</b>			<u>3,841,528</u>		<u>1,212,371</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>4,147,092</u>		<u>1,480,704</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	11		2,000		2,000
Retained earnings		<u>4,145,092</u>		<u>1,478,704</u>	
<b>SHAREHOLDERS' FUNDS</b>			<u>4,147,092</u>		<u>1,480,704</u>

The financial statements were approved by the director and authorised for issue on 3 May 2023 and were signed by:

M J Johnson - Director

The notes form part of these financial statements

**Statement of Changes in Equity**  
**for the Year Ended 31 August 2022**

	Called up share capital £	Retained earnings £	Total equity £
<b>Balance at 1 September 2020</b>	1,100	1,195,140	1,196,240
<b>Changes in equity</b>			
Issuc of share capital	900	-	900
Total comprehensive income	-	283,564	283,564
<b>Balance at 31 August 2021</b>	<u>2,000</u>	<u>1,478,704</u>	<u>1,480,704</u>
<b>Changes in equity</b>			
Total comprehensive income	-	2,666,388	2,666,388
<b>Balance at 31 August 2022</b>	<u>2,000</u>	<u>4,145,092</u>	<u>4,147,092</u>

**Cash Flow Statement**  
**for the Year Ended 31 August 2022**

	Notes	31.8.22 £	31.8.21 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	1,532,024	1,001,407
Interest paid		(20,197)	(14,698)
Interest element of hire purchase or finance lease rental payments paid		-	(718)
Tax paid		(54,015)	(59,712)
Net cash from operating activities		<u>1,457,812</u>	<u>926,279</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(172,977)	(124,001)
Sale of tangible fixed assets		11,500	-
Interest received		544	18
Net cash from investing activities		<u>(160,933)</u>	<u>(123,983)</u>
<b>Cash flows from financing activities</b>			
Loan repayments in year		-	(50,000)
Capital repayments in year		-	(29,324)
Share issue		-	900
Net cash from financing activities		<u>-</u>	<u>(78,424)</u>
<b>Increase in cash and cash equivalents</b>		<u>1,296,879</u>	<u>723,872</u>
<b>Cash and cash equivalents at beginning of year</b>	2	1,518,054	794,182
<b>Cash and cash equivalents at end of year</b>	2	<u><u>2,814,933</u></u>	<u><u>1,518,054</u></u>

The notes form part of these financial statements

**Notes to the Cash Flow Statement**  
**for the Year Ended 31 August 2022**

**1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	31.8.22	31.8.21
	£	£
Profit before taxation	3,279,868	337,578
Depreciation charges	124,593	100,690
Profit on disposal of fixed assets	(346)	-
Finance costs	20,197	15,416
Finance income	(544)	(18)
	<u>3,423,768</u>	<u>453,666</u>
Increase in trade and other debtors	(6,607,473)	(3,074,596)
Increase in trade and other creditors	<u>4,715,729</u>	<u>3,622,337</u>
<b>Cash generated from operations</b>	<u><u>1,532,024</u></u>	<u><u>1,001,407</u></u>

**2. CASH AND CASH EQUIVALENTS**

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

**Year ended 31 August 2022**

	31.8.22	1.9.21
	£	£
Cash and cash equivalents	<u>2,814,933</u>	<u>1,518,054</u>

**Year ended 31 August 2021**

	31.8.21	1.9.20
	£	£
Cash and cash equivalents	<u>1,518,054</u>	<u>794,182</u>

**3. ANALYSIS OF CHANGES IN NET FUNDS**

	At 1.9.21	Cash flow	At 31.8.22
	£	£	£
<b>Net cash</b>			
Cash at bank and in hand	<u>1,518,054</u>	<u>1,296,879</u>	<u>2,814,933</u>
	<u>1,518,054</u>	<u>1,296,879</u>	<u>2,814,933</u>
<b>Total</b>	<u><u>1,518,054</u></u>	<u><u>1,296,879</u></u>	<u><u>2,814,933</u></u>

**Notes to the Financial Statements**  
**for the Year Ended 31 August 2022**

**1. STATUTORY INFORMATION**

QUALITY FREIGHT SERVICES LIMITED is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Turnover**

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 33% on cost

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.



**Notes to the Financial Statements - continued**  
**for the Year Ended 31 August 2022**

**2. ACCOUNTING POLICIES - continued**

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

**Income recognition**

Income is recognised when services have been completed such that the risks and rewards of ownership have transferred to the customer.

**3. EMPLOYEES AND DIRECTORS**

	31.8.22	31.8.21
	£	£
Wages and salaries	8,630,273	4,074,775
Social security costs	1,122,503	516,529
Other pension costs	153,340	175,317
	<u>9,906,116</u>	<u>4,766,621</u>

The average number of employees during the year was as follows:

	31.8.22	31.8.21
Directors	1	1
Employees	<u>119</u>	<u>68</u>
	<u>120</u>	<u>69</u>

	31.8.22	31.8.21
	£	£
Director's remuneration	<u>833,237</u>	<u>199,996</u>

Information regarding the highest paid director for the year ended 31 August 2022 is as follows:

	31.8.22
	£
Emoluments etc	<u>833,237</u>

**4. OPERATING PROFIT**

The operating profit is stated after charging/(crediting):

	31.8.22	31.8.21
	£	£
Depreciation - owned assets	124,591	92,271
Depreciation - assets on hire purchase contracts or finance leases	-	8,419
Profit on disposal of fixed assets	(346)	-
Foreign exchange differences	<u>(143,529)</u>	<u>25,507</u>

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 August 2022**

**5. INTEREST PAYABLE AND SIMILAR EXPENSES**

	31.8.22	31.8.21
	£	£
Bank charges & interest	20,147	14,510
Interest on taxation	50	188
Hire purchase	-	718
	<u>20,197</u>	<u>15,416</u>

**6. TAXATION**

**Analysis of the tax charge**

The tax charge on the profit for the year was as follows:

	31.8.22	31.8.21
	£	£
Current tax:		
UK corporation tax	613,480	54,014
Tax on profit	<u>613,480</u>	<u>54,014</u>

UK corporation tax has been charged at 19% (2021 - 19%).

**Reconciliation of total tax charge included in profit and loss**

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	31.8.22	31.8.21
	£	£
Profit before tax	<u>3,279,868</u>	<u>337,578</u>
Profit multiplied by the standard rate of corporation tax in the UK of 19% (2021 - 19%)	623,175	64,140
Effects of:		
Expenses not deductible for tax purposes	215	131
Income not taxable for tax purposes	(66)	-
Capital allowances in excess of depreciation	<u>(9,844)</u>	<u>(10,257)</u>
Total tax charge	<u>613,480</u>	<u>54,014</u>

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 August 2022**

**7. TANGIBLE FIXED ASSETS**

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>				
At 1 September 2021	168,257	79,821	364,051	612,129
Additions	48,566	60,876	63,535	172,977
Disposals	-	(39,349)	-	(39,349)
At 31 August 2022	<u>216,823</u>	<u>101,348</u>	<u>427,586</u>	<u>745,757</u>
<b>DEPRECIATION</b>				
At 1 September 2021	71,999	54,563	217,234	343,796
Charge for year	21,723	16,847	86,021	124,591
Eliminated on disposal	-	(28,194)	-	(28,194)
At 31 August 2022	<u>93,722</u>	<u>43,216</u>	<u>303,255</u>	<u>440,193</u>
<b>NET BOOK VALUE</b>				
At 31 August 2022	<u>123,101</u>	<u>58,132</u>	<u>124,331</u>	<u>305,564</u>
At 31 August 2021	<u>96,258</u>	<u>25,258</u>	<u>146,817</u>	<u>268,333</u>

**8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.8.22	31.8.21
	£	£
Trade debtors	12,712,975	6,279,170
Other debtors	1,232	50,772
VAT	185,473	-
Prepayments	45,235	7,500
	<u>12,944,915</u>	<u>6,337,442</u>

**9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.8.22	31.8.21
	£	£
Trade creditors & accruals	10,451,756	6,311,975
Corporation Tax	613,480	54,014
Other taxes & PAYE	853,084	210,189
VAT	-	66,947
	<u>11,918,320</u>	<u>6,643,125</u>

**10. LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	31.8.22	31.8.21
	£	£
Within one year	595,840	119,347
Between one and five years	<u>543,197</u>	<u>456,153</u>
	<u>1,139,037</u>	<u>575,500</u>

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 August 2022**

**11. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.8.22 £	31.8.21 £
1,000	Ordinary	£1.00	1,000	1,000
1,000	Ordinary non-voting	£1.00	<u>1,000</u>	<u>1,000</u>
			<u>2,000</u>	<u>2,000</u>

**12. PENSION COMMITMENTS**

The company operates a defined contribution pension scheme, the assets of which are held separately from those of the company in an independently administered fund. The pension cost charge in the accounts amounted to £153,340 (2021 : £175,317).

**13. RELATED PARTY DISCLOSURES**

Mr Martin Johnson through his control over the majority of shares, and together with his involvement in its day to day management, is deemed to be the controlling parties for the purpose of Financial Reporting Standard No. 102.

The company operates from premises owned by Dentons SIPP who is a related party due to being under the control of Mr Martin Johnson. Rent of £23,400 (2021: £23,400) was paid in the year.

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