

Unaudited Financial Statements
For The Year Ended 28 February 2023
for
Fiveways Municipal Vehicle Hire Limited

**Contents of the Financial Statements
For The Year Ended 28 February 2023**

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	4

Company Information
For The Year Ended 28 February 2023

DIRECTORS:

A S Martin
M Jefferys

REGISTERED OFFICE:

10-12 Mulberry Green
Old Harlow
Essex
CM17 0ET

REGISTERED NUMBER:

03513123 (England and Wales)

ACCOUNTANTS:

Gless Wallis Crisp LLP
Chartered Accountants
10/12 Mulberry Green
Old Harlow
Essex
CM17 0ET

Balance Sheet
28 February 2023

		2023		2022	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible assets	4		15,625		28,125
Tangible assets	5		<u>12,438,296</u>		<u>7,627,972</u>
			12,453,921		7,656,097
CURRENT ASSETS					
Stocks	6	659,518		642,553	
Debtors	7	3,442,606		3,371,346	
Cash at bank and in hand		<u>3,329,816</u>		<u>2,192,169</u>	
		7,431,940		6,206,068	
CREDITORS					
Amounts falling due within one year	8	<u>3,503,374</u>		<u>2,730,482</u>	
NET CURRENT ASSETS			3,928,566		3,475,586
TOTAL ASSETS LESS CURRENT LIABILITIES			16,382,487		11,131,683
CREDITORS					
Amounts falling due after more than one year	9		(6,279,569)		(2,407,070)
PROVISIONS FOR LIABILITIES	12		<u>(388,330)</u>		<u>(224,706)</u>
NET ASSETS			<u>9,714,588</u>		<u>8,499,907</u>
CAPITAL AND RESERVES					
Called up share capital	13	500,000		500,000	
Revaluation reserve	14	298,660		298,660	
Retained earnings		<u>8,915,928</u>		<u>7,701,247</u>	
SHAREHOLDERS' FUNDS			<u>9,714,588</u>		<u>8,499,907</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 28 February 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 28 February 2023 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

Balance Sheet - continued
28 February 2023

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 29 November 2023 and were signed on its behalf by:

A S Martin - Director

**Notes to the Financial Statements
For The Year Ended 28 February 2023**

1. STATUTORY INFORMATION

Fiveways Municipal Vehicle Hire 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" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

Significant judgements and estimates

In the application of the company'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 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.

There are no estimates and assumptions which have had a significant risk of causing a material adjustment to the carrying amount of assets and liabilities.

Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of value added tax.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2005, is being amortised evenly over its estimated useful life of twenty years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Land and Buildings	- 2% on cost
Improvements to property	- 10% on cost
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance
Screens	- 50% on cost

The land element of the freehold building is not being depreciated.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Notes to the Financial Statements - continued
For The Year Ended 28 February 2023**

2. ACCOUNTING POLICIES - continued

Financial instruments

The company 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

The company only enters into basic financial instruments that result in the recognition of financial assets and liabilities such as trade debtors and creditors.

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is an 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.

Debtors

Short terms debtors are measured at transaction price, less any impairment.

Cash and cash equivalents

Cash is represented by current accounts, cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

Creditors

Short term creditors are measured at the transaction price.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, 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.

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.

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease. Advance rental paid in respect of the operating leases, is treated as a debtor in the accounts, and charged against profits in the months between the final payment and the expiry of the lease.

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.

Notes to the Financial Statements - continued
For The Year Ended 28 February 2023

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was NIL (2022 - 30).

4. **INTANGIBLE FIXED ASSETS**

	Goodwill £
COST	
At 1 March 2022	
and 28 February 2023	<u>250,000</u>
AMORTISATION	
At 1 March 2022	221,875
Charge for year	<u>12,500</u>
At 28 February 2023	<u>234,375</u>
NET BOOK VALUE	
At 28 February 2023	<u>15,625</u>
At 28 February 2022	<u>28,125</u>

5. **TANGIBLE FIXED ASSETS**

	Land and Buildings £	Improvements to property £	Plant and machinery £
COST OR VALUATION			
At 1 March 2022	2,000,000	184,914	15,520,287
Additions	-	8,816	7,433,457
Disposals	-	-	(531,440)
At 28 February 2023	<u>2,000,000</u>	<u>193,730</u>	<u>22,422,304</u>
DEPRECIATION			
At 1 March 2022	60,000	86,447	10,116,995
Charge for year	30,000	19,212	2,488,361
Eliminated on disposal	-	-	(472,525)
At 28 February 2023	<u>90,000</u>	<u>105,659</u>	<u>12,132,831</u>
NET BOOK VALUE			
At 28 February 2023	<u>1,910,000</u>	<u>88,071</u>	<u>10,289,473</u>
At 28 February 2022	<u>1,940,000</u>	<u>98,467</u>	<u>5,403,292</u>

Notes to the Financial Statements - continued
For The Year Ended 28 February 2023

5. TANGIBLE FIXED ASSETS - continued

	Fixtures and fittings £	Motor vehicles £	Screens £	Totals £
COST OR VALUATION				
At 1 March 2022	141,497	192,685	-	18,039,383
Additions	8,674	-	5,455	7,456,402
Disposals	-	-	-	(531,440)
At 28 February 2023	150,171	192,685	5,455	24,964,345
DEPRECIATION				
At 1 March 2022	101,153	46,816	-	10,411,411
Charge for year	11,532	36,467	1,591	2,587,163
Eliminated on disposal	-	-	-	(472,525)
At 28 February 2023	112,685	83,283	1,591	12,526,049
NET BOOK VALUE				
At 28 February 2023	37,486	109,402	3,864	12,438,296
At 28 February 2022	40,344	145,869	-	7,627,972

Included in cost or valuation of land and buildings is freehold land of £ 500,000 (2022 - £ 500,000) which is not depreciated.

Cost or valuation at 28 February 2023 is represented by:

	Land and Buildings £	Improvements to property £	Plant and machinery £
Valuation in 2016	1,750,000	-	-
Valuation in 2020	250,000	-	-
Cost	-	193,730	22,422,304
	2,000,000	193,730	22,422,304

	Fixtures and fittings £	Motor vehicles £	Screens £	Totals £
Valuation in 2016	-	-	-	1,750,000
Valuation in 2020	-	-	-	250,000
Cost	150,171	192,685	5,455	22,964,345
	150,171	192,685	5,455	24,964,345

Notes to the Financial Statements - continued
For The Year Ended 28 February 2023

5. **TANGIBLE FIXED ASSETS - continued**

If freehold land and buildings had not been revalued they would have been included at the following historical cost:

	2023 £	2022 £
Cost	<u>1,729,788</u>	<u>1,729,788</u>
Aggregate depreciation	<u>434,605</u>	<u>434,605</u>
Value of land in freehold land and buildings	<u>300,000</u>	<u>300,000</u>

Freehold land and buildings were valued on an open market basis on 8 July 2019 by Fenn Wright Chartered Surveyors .

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £
COST OR VALUATION	
At 1 March 2022	9,620,628
Additions	6,772,411
Transfer to ownership	(6,551,173)
At 28 February 2023	<u>9,841,866</u>
DEPRECIATION	
At 1 March 2022	6,036,029
Charge for year	1,547,846
Transfer to ownership	(5,235,632)
At 28 February 2023	<u>2,348,243</u>
NET BOOK VALUE	
At 28 February 2023	<u>7,493,623</u>
At 28 February 2022	<u>3,584,599</u>

6. **STOCKS**

	2023 £	2022 £
Stocks	<u>659,518</u>	<u>642,553</u>

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

	2023 £	2022 £
Trade debtors	2,454,008	2,594,337
Other debtors	988,598	777,009
	<u>3,442,606</u>	<u>3,371,346</u>

Notes to the Financial Statements - continued
For The Year Ended 28 February 2023

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Bank loans and overdrafts (see note 10)	130,369	126,907
Hire purchase contracts	1,894,789	1,306,961
Trade creditors	755,321	756,342
Taxation and social security	456,619	490,858
Other creditors	266,276	49,414
	<u>3,503,374</u>	<u>2,730,482</u>

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2023	2022
	£	£
Bank loans (see note 10)	905,458	1,033,510
Hire purchase contracts	5,374,111	1,373,560
	<u>6,279,569</u>	<u>2,407,070</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans repayable after more than five years	347,441	490,310
	<u>347,441</u>	<u>490,310</u>

10. LOANS

An analysis of the maturity of loans is given below:

	2023	2022
	£	£
Amounts falling due within one year or on demand:		
Bank loans	<u>130,369</u>	<u>126,907</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	<u>133,924</u>	<u>130,369</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>424,093</u>	<u>412,831</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans repayable after more than five years	347,441	490,310
	<u>347,441</u>	<u>490,310</u>

The Natwest loan is repayable by monthly instalments of £12,298 at a fixed interest rate of 2.66%.

Notes to the Financial Statements - continued
For The Year Ended 28 February 2023

11. SECURED DEBTS

The following secured debts are included within creditors:

	2023 £	2022 £
Bank loans	1,035,827	1,160,417
Hire purchase contracts	<u>7,268,900</u>	<u>2,680,521</u>
	<u>8,304,727</u>	<u>3,840,938</u>

The bank loan relating to the remortgage of the freehold property is secured by a legal charge in favour of National Westminster Bank PLC dated 17th January 2020 over the the freehold property. All other liabilities owed from time to time to National Westminster Bank PLC are secured on a fixed and floating charge dated 15th October 2019 over all current and future assets.

Hire purchase liabilities are all secured on the assets concerned.

12. PROVISIONS FOR LIABILITIES

	2023 £	2022 £
Deferred tax		
Other timing differences	51,340	51,340
Deferred tax	<u>336,990</u>	<u>173,366</u>
	<u>388,330</u>	<u>224,706</u>

	Deferred tax
	£
Balance at 1 March 2022	224,706
Charge to Statement of Income and Retained Earnings during year	163,624
Balance at 28 February 2023	<u>388,330</u>

13. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2023 £	2022 £
Number:	Class:	Nominal value:		
		£1		
500,000	Ordinary		<u>500,000</u>	<u>500,000</u>

14. RESERVES

	Revaluation reserve
	£
At 1 March 2022 and 28 February 2023	<u>298,660</u>

15. RELATED PARTY DISCLOSURES

During the year the company provided a loan to 13 Digital Media Ltd, a company under common control, being interest free and repayable on demand.

The amount of the loan outstanding at 28 February 2022 is £173,795 (2022: £173,795).

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.