

REGISTERED NUMBER: 03656035 (England and Wales)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021
FOR
HARMON GROUP LIMITED

Carter & Coley Limited
Chartered Accountants and Statutory Auditor
3 Durrant Road
Bournemouth
Dorset
BH2 6NE

HARMON GROUP LIMITED (REGISTERED NUMBER: 03656035)

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FOR THE YEAR ENDED 31 DECEMBER 2021**

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HARMON GROUP LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2021

DIRECTORS:

R Harmon
D Harmon
I C Harmon
R A Harmon
N L Harmon

REGISTERED OFFICE:

3 Durrant Road
Bournemouth
Dorset
BH2 6NE

REGISTERED NUMBER:

03656035 (England and Wales)

AUDITORS:

Carter & Coley Limited
Chartered Accountants and Statutory Auditor
3 Durrant Road
Bournemouth
Dorset
BH2 6NE

HARMON GROUP LIMITED (REGISTERED NUMBER: 03656035)**BALANCE SHEET
31 DECEMBER 2021**

	Notes	2021 £	£	2020 £	£
FIXED ASSETS					
Tangible assets	4		312,159		157,870
CURRENT ASSETS					
Stocks	5	793,203		761,769	
Debtors	6	2,014,634		2,063,394	
Cash at bank		<u>26,392</u>		<u>112,256</u>	
		2,834,229		2,937,419	
CREDITORS					
Amounts falling due within one year	7	<u>2,373,429</u>		<u>2,313,299</u>	
NET CURRENT ASSETS			<u>460,800</u>		<u>624,120</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			772,959		781,990
CREDITORS					
Amounts falling due after more than one year	8		<u>299,408</u>		<u>193,386</u>
NET ASSETS			<u>473,551</u>		<u>588,604</u>
CAPITAL AND RESERVES					
Called up share capital	11		10,000		10,000
Retained earnings	12		<u>463,551</u>		<u>578,604</u>
SHAREHOLDERS' FUNDS			<u>473,551</u>		<u>588,604</u>

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 Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 15 December 2022 and were signed on its behalf by:

D Harmon - Director

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

1. STATUTORY INFORMATION

Harmon Group 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.

The financial statements have been prepared on a going concern basis. This assumes that the existing bank borrowing and invoice financing facilities will be renewed when the current facilities expire or be replaced by alternative lenders.

The directors are confident that the company will continue as a going concern.

Turnover

The turnover shown in the profit and loss account represents amounts earned during the year, exclusive of Value Added Tax.

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion.

Tangible fixed assets

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

Land and buildings - Straight line over 7 years

Government grants

Grants will be included in the Income Statement on a receivable basis. Where entitlement occurs before income is received, the income will be accrued.

Stocks

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

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period 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.

HARMON GROUP LIMITED (REGISTERED NUMBER: 03656035)

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2021

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 126 (2020 - 121) .

4. TANGIBLE FIXED ASSETS

	Land and buildings £
COST	
At 1 January 2021	172,222
Additions	191,889
At 31 December 2021	<u>364,111</u>
DEPRECIATION	
At 1 January 2021	14,352
Charge for year	37,600
At 31 December 2021	<u>51,952</u>
NET BOOK VALUE	
At 31 December 2021	<u>312,159</u>
At 31 December 2020	<u>157,870</u>

5. STOCKS

	2021 £	2020 £
Finished goods	<u>793,203</u>	<u>761,769</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade debtors	1,286,192	1,347,994
Amounts recoverable on contract	711,033	681,431
Prepayments and accrued income	17,409	33,969
	<u>2,014,634</u>	<u>2,063,394</u>

HARMON GROUP LIMITED (REGISTERED NUMBER: 03656035)**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021****7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2021	2020
	£	£
Bank loans and overdrafts (see note 9)	69,949	6,614
Trade creditors	498,436	470,743
Amounts owed to group undertakings	570,900	671,417
Social security and other taxes	99,547	88,483
VAT	178,095	166,303
Other creditors	53,307	-
Pension	52,053	-
Factor advance	798,897	852,365
Accruals and deferred income	52,245	57,374
	<u>2,373,429</u>	<u>2,313,299</u>

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

	2021	2020
	£	£
Bank loans (see note 9)	278,408	193,386
Other creditors	21,000	-
	<u>299,408</u>	<u>193,386</u>

9. LOANS

An analysis of the maturity of loans is given below:

	2021	2020
	£	£
Amounts falling due within one year or on demand:		
Bank loans	<u>69,949</u>	<u>6,614</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	<u>82,567</u>	<u>42,826</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>195,841</u>	<u>150,560</u>

HARMON GROUP LIMITED (REGISTERED NUMBER: 03656035)

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2021

10. SECURED DEBTS

The following secured debts are included within creditors:

	2021	2020
	£	£
Bank loans	348,357	200,000
Factor account	798,897	852,365
	<u>1,147,254</u>	<u>1,052,365</u>

The loan is secured by a fixed and floating charge over the company's debtors.

11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2021	2020
			£	£
10,000	Ordinary	£1	<u>10,000</u>	<u>10,000</u>

12. RESERVES

	Retained earnings £
At 1 January 2021	578,604
Deficit for the year	<u>(115,053)</u>
At 31 December 2021	<u>463,551</u>

13. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Andrew A Clark FCA (Senior Statutory Auditor)
for and on behalf of Carter & Coley Limited

HARMON GROUP LIMITED (REGISTERED NUMBER: 03656035)

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2021

14. CONTINGENT LIABILITIES

The company is part of a VAT group with its subsidiaries. There are joint banking facilities that are cross guaranteed within the group and the following balances were outstanding at the balance sheet date (liabilities are shown in brackets).

2021			VAT	Bank	Balance sheet total
	£	£	£		
Harmon (Form Tools) Limited			(270)	(548,033)	2,958,863
2020			VAT	Bank	Balance sheet total
	£	£	£		
Harmon (Form Tools) Limited			(183,064)	(549,349)	2,864,616

15. RELATED PARTY DISCLOSURES

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

16. FRC ETHICAL STANDARD - PROVISIONS AVAILABLE FOR SMALL ENTITIES

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements. Our auditors also assist us with the preparation of the company's payroll.

17. ULTIMATE PARENT COMPANY

The company's ultimate parent company is Harmon (Form Tools) Limited, which is incorporated in England.

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.