

**Strategic Report, Report of the Directors and
Financial Statements for the Year Ended 8 December 2020
for
Ultracell (UK) Limited**

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for the Year Ended 8 December 2020**

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Ultracell (UK) Limited
Company Information
for the Year Ended 8 December 2020

DIRECTORS: D J Murray
Miss M C McGuinness

REGISTERED OFFICE: 7 Vesty Business Park
Vesty Road
Bootle
Liverpool
Merseyside
L30 1NY

REGISTERED NUMBER: 04319719 (England and Wales)

AUDITORS: Cobham Murphy Limited
Statutory Auditors
116 Duke Street
Liverpool
Merseyside
L1 5JW

**Strategic Report
for the Year Ended 8 December 2020**

The directors present their strategic report for the year ended 8 December 2020.

The company's business consists of the the importation and distribution of batteries.

REVIEW OF BUSINESS

We have continued to perform well during the year in spite of the recent economic uncertainty.

Overall turnover has increased by nearly £5 million, which has led to an increase in our Gross Profit which is 20%.

The company's reserves at the year end increased by half a million to £1,415,943 and this was after paying out dividends of £750,000. The cash balances of over £3 million, are sufficient to manage foreign currency fluctuations, cost price increases and any decline in the sector.

We have faired well during the COVID-19 pandemic in relation to our turnover as there has been an increase in the need for batteries for ventilators and hand sanitisers.

We have taken a number of measures to monitor and mitigate the effects of COVID-19, such as health and safety measures for our employees including social distancing in the offices and warehouses, tighter hygiene protocols and securing the supply of goods that are essential to our business.

We will continue to follow the various government policies and advice and, in parallel, we will do our utmost to continue our operations in the best and safest way possible without jeopardising the health of our people.

PRINCIPAL RISKS AND UNCERTAINTIES

The company is exposed to fluctuations in demand that could arise due to changes in the economic climate. We manage this by ensuring that we have sufficient reserves to fund any period of decline.

The continued uncertainty surrounding Brexit is a risk to the business, although our exposure to imports and exports from the EU is minimal.

The company is exposed to foreign exchange risk as some products are purchased in US Dollars and sold in Sterling. We manage this risk by holding funds in US Dollars and Euros and by forward buying currency.

FUTURE DEVELOPMENTS

The company has invested in the manufacture of a new range of lithium batteries that are more environmentally friendly.

ON BEHALF OF THE BOARD:

D J Murray - Director

8 September 2021

**Report of the Directors
for the Year Ended 8 December 2020**

The directors present their report with the financial statements of the company for the year ended 8 December 2020.

DIVIDENDS

An interim dividend of £375000 per share was paid on 30 April 2020. The directors recommend that no final dividend be paid.

The total distribution of dividends for the year ended 8 December 2020 will be £ 750,000 .

FUTURE DEVELOPMENTS

Details of future developments are included within the Review of Business in the Strategic Report.

DIRECTORS

The directors shown below have held office during the whole of the period from 9 December 2019 to the date of this report.

D J Murray
Miss M C McGuinness

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, the Report of the Directors 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 of 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 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 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are 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 each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**Report of the Directors
for the Year Ended 8 December 2020**

AUDITORS

The auditors, Cobham Murphy Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

D J Murray - Director

8 September 2021

Report of the Independent Auditors to the Members of Ultracell (UK) Limited

Opinion

We have audited the financial statements of Ultracell (UK) Limited (the 'company') for the year ended 8 December 2020 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 8 December 2020 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, 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 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.

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 Directors 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 Directors have been prepared in accordance with applicable legal requirements.

Report of the Independent Auditors to the Members of Ultracell (UK) 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 Directors.

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 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 Statement of Directors' Responsibilities set out on page three, 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 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.

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.

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 Report of the Auditors.

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.

Philip Harrison BSc ACA (Senior Statutory Auditor)
for and on behalf of Cobham Murphy Limited
Statutory Auditors
116 Duke Street
Liverpool
Merseyside
L1 5JW

8 September 2021

Ultracell (UK) Limited (Registered number: 04319719)

**Income Statement
for the Year Ended 8 December 2020**

	Notes	8.12.20 £	8.12.19 £
TURNOVER	3	19,151,975	14,147,789
Cost of sales		<u>15,254,403</u>	<u>12,441,549</u>
GROSS PROFIT		3,897,572	1,706,240
Administrative expenses		<u>1,796,873</u>	<u>855,233</u>
		2,100,699	851,007
Other operating income		<u>25,000</u>	<u>-</u>
OPERATING PROFIT	5	2,125,699	851,007
Currency revaluations	6	<u>536,262</u>	<u>-</u>
		1,589,437	851,007
Interest receivable and similar income		<u>22,731</u>	<u>17,410</u>
		1,612,168	868,417
Interest payable and similar expenses	7	<u>5,472</u>	<u>4,814</u>
PROFIT BEFORE TAXATION		1,606,696	863,603
Tax on profit	8	<u>317,791</u>	<u>199,441</u>
PROFIT FOR THE FINANCIAL YEAR		<u>1,288,905</u>	<u>664,162</u>

The notes form part of these financial statements

Ultracell (UK) Limited (Registered number: 04319719)

**Other Comprehensive Income
for the Year Ended 8 December 2020**

	Notes	8.12.20 £	8.12.19 £
PROFIT FOR THE YEAR		1,288,905	664,162
OTHER COMPREHENSIVE INCOME		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u><u>1,288,905</u></u>	<u><u>664,162</u></u>

The notes form part of these financial statements

Ultracell (UK) Limited (Registered number: 04319719)

**Balance Sheet
8 December 2020**

	Notes	8.12.20 £	£	8.12.19 £	£
FIXED ASSETS					
Intangible assets	10		39,324		19,795
Tangible assets	11		<u>1,518,102</u>		<u>1,289,401</u>
			<u>1,557,426</u>		<u>1,309,196</u>
CURRENT ASSETS					
Stocks	12	505,430		1,671,855	
Debtors	13	1,471,981		1,286,893	
Cash at bank and in hand		<u>3,375,159</u>		<u>1,889,008</u>	
		5,352,570		4,847,756	
CREDITORS					
Amounts falling due within one year	14	<u>5,348,181</u>		<u>5,139,642</u>	
NET CURRENT ASSETS/(LIABILITIES)			<u>4,389</u>		<u>(291,886)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,561,815		1,017,310
PROVISIONS FOR LIABILITIES	17		<u>154,129</u>		<u>148,529</u>
NET ASSETS			<u>1,407,686</u>		<u>868,781</u>
CAPITAL AND RESERVES					
Called up share capital	18		2		2
Retained earnings	19		<u>1,407,684</u>		<u>868,779</u>
SHAREHOLDERS' FUNDS			<u>1,407,686</u>		<u>868,781</u>

The financial statements were approved by the Board of Directors and authorised for issue on 8 September 2021 and were signed on its behalf by:

D J Murray - Director

The notes form part of these financial statements

Ultracell (UK) Limited (Registered number: 04319719)

**Statement of Changes in Equity
for the Year Ended 8 December 2020**

	Called up share capital £	Retained earnings £	Total equity £
Balance at 9 December 2018	2	704,617	704,619
Changes in equity			
Dividends	-	(500,000)	(500,000)
Total comprehensive income	-	664,162	664,162
Balance at 8 December 2019	<u>2</u>	<u>868,779</u>	<u>868,781</u>
Changes in equity			
Dividends	-	(750,000)	(750,000)
Total comprehensive income	-	1,288,905	1,288,905
Balance at 8 December 2020	<u>2</u>	<u>1,407,684</u>	<u>1,407,686</u>

The notes form part of these financial statements

**Cash Flow Statement
for the Year Ended 8 December 2020**

	Notes	8.12.20 £	8.12.19 £
Cash flows from operating activities			
Cash generated from operations	1	3,066,656	1,708,438
Interest paid		(5,472)	(4,814)
Tax paid		(111,654)	(117,386)
Net cash from operating activities		<u>2,949,530</u>	<u>1,586,238</u>
Cash flows from investing activities			
Purchase of intangible fixed assets		(24,126)	(4,675)
Purchase of tangible fixed assets		(410,060)	(167,468)
Interest received		<u>22,731</u>	<u>17,410</u>
Net cash from investing activities		<u>(411,455)</u>	<u>(154,733)</u>
Cash flows from financing activities			
Participating interests		(26,767)	-
Amount introduced by directors		-	2,417
Amount withdrawn by directors		(275,157)	(96,580)
Equity dividends paid		<u>(750,000)</u>	<u>(500,000)</u>
Net cash from financing activities		<u>(1,051,924)</u>	<u>(594,163)</u>
Increase in cash and cash equivalents		<u>1,486,151</u>	<u>837,342</u>
Cash and cash equivalents at beginning of year	2	1,889,008	1,051,666
Cash and cash equivalents at end of year	2	<u><u>3,375,159</u></u>	<u><u>1,889,008</u></u>

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the Year Ended 8 December 2020

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

	8.12.20 £	8.12.19 £
Profit before taxation	1,606,696	863,603
Depreciation charges	174,889	165,701
Loss on disposal of fixed assets	11,068	-
Finance costs	5,472	4,814
Finance income	(22,731)	(17,410)
	<u>1,775,394</u>	<u>1,016,708</u>
Decrease/(increase) in stocks	1,166,425	(1,052,594)
Decrease/(increase) in trade and other debtors	120,029	(131,683)
Increase in trade and other creditors	<u>4,808</u>	<u>1,876,007</u>
Cash generated from operations	<u><u>3,066,656</u></u>	<u><u>1,708,438</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 8 December 2020

	8.12.20 £	9.12.19 £
Cash and cash equivalents	<u>3,375,159</u>	<u>1,889,008</u>

Year ended 8 December 2019

	8.12.19 £	9.12.18 £
Cash and cash equivalents	<u><u>1,889,008</u></u>	<u><u>1,051,666</u></u>

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

	At 9.12.19 £	Cash flow £	At 8.12.20 £
Net cash			
Cash at bank and in hand	<u>1,889,008</u>	<u>1,486,151</u>	<u>3,375,159</u>
	<u>1,889,008</u>	<u>1,486,151</u>	<u>3,375,159</u>
Total	<u><u>1,889,008</u></u>	<u><u>1,486,151</u></u>	<u><u>3,375,159</u></u>

**Notes to the Financial Statements
for the Year Ended 8 December 2020**

1. STATUTORY INFORMATION

Ultracell (UK) 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.

The presentation currency of the financial statements is the Pound Sterling (£).

Ultracell (UK) Limited is a private company, limited by shares, registered in England and Wales. The company's registered number is 04319719 and the registered office is 7 Vesty Business Park, Liverpool, Merseyside L30 1NY.

The presentation currency of the financial statements is the Pound Sterling (£).

The principal activities of the company are the importation and distribution of batteries.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

During the year we saw an increase in sales due to customers panic buying and our batteries being used in ventilators and hand sanitiser units. We had longer delivery times on orders from abroad so goods were preordered before they arrived so this resulted in lower stock levels at the year end.

At the time of approving the financial statements and having due regard to the impact of covid-19, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus, the directors continue to adopt a going concern basis of accounting in preparing the financial statements.

Significant judgements and estimates

There are no judgements (apart from those involving estimates) that have had a significant effect on amounts recognised in the financial statements.

Turnover

Turnover is measured at the fair value of the consideration received or receivable on the importation and distribution of batteries, excluding discounts, rebates, value added tax and other sales taxes. Income is recognised when goods are despatched.

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.

Patents and licences are being amortised evenly over their estimated useful life of nil years.

Intangible fixed assets

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

Patents and Licences	- 10 % on cost
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Tangible fixed assets

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

Long leasehold	- 10% on cost
Plant and machinery	- 20% on cost
Fixtures and fittings	- 20% on cost and 10% on cost

Notes to the Financial Statements - continued
for the Year Ended 8 December 2020

2. ACCOUNTING POLICIES - continued

Stocks

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

Financial instruments

Directors loans and intercompany loans (being repayable on demand), trade debtors and trade creditors are measured at the undiscounted amount of the cash or other consideration expected to be paid or received.

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

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.

3. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

An analysis of turnover by geographical market is given below:

	8.12.20	8.12.19
	£	£
United Kingdom	16,760	88,235
Europe	10,158,660	7,937,466
Non EU	8,976,555	6,122,088
	<u>19,151,975</u>	<u>14,147,789</u>

Notes to the Financial Statements - continued
for the Year Ended 8 December 2020

4. **EMPLOYEES AND DIRECTORS**

	8.12.20	8.12.19
	£	£
Wages and salaries	604,896	651,283
Other pension costs	<u>7,728</u>	<u>7,450</u>
	<u>612,624</u>	<u>658,733</u>

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

	8.12.20	8.12.19
Staff	<u>27</u>	<u>32</u>

The company operates a defined contribution pension scheme that all employees in that company are entitled to join. The cost for the year amounted to £7,728 (2019 - £7,450). Included in other creditors is £1,925 (2019 - £1,784) relating to pension contributions unpaid at the year end.

	8.12.20	8.12.19
	£	£
Directors' remuneration	<u>18,408</u>	<u>17,042</u>

5. **OPERATING PROFIT**

The operating profit is stated after charging:

	8.12.20	8.12.19
	£	£
Hire of plant and machinery	-	1,772
Depreciation - owned assets	170,291	162,420
Loss on disposal of fixed assets	11,068	-
Patents and licences amortisation	<u>4,597</u>	<u>3,281</u>

6. **EXCEPTIONAL ITEMS**

Included in exceptional items are amounts totalling £536,262 that relate to the opening stock, debtors and creditors being revalued at the currency rate prevailing at the previous year end.

7. **INTEREST PAYABLE AND SIMILAR EXPENSES**

	8.12.20	8.12.19
	£	£
Bank interest	3,104	4,814
HMRC penalties & interest	<u>2,368</u>	<u>-</u>
	<u>5,472</u>	<u>4,814</u>

Notes to the Financial Statements - continued
for the Year Ended 8 December 2020

8. **TAXATION**

Analysis of the tax charge

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

	8.12.20 £	8.12.19 £
Current tax:		
UK corporation tax	315,385	161,226
Amendment to prior year	(3,194)	1,169
Total current tax	<u>312,191</u>	<u>162,395</u>
Deferred tax	5,600	37,046
Tax on profit	<u>317,791</u>	<u>199,441</u>

9. **DIVIDENDS**

	8.12.20 £	8.12.19 £
Interim	<u>750,000</u>	<u>500,000</u>

10. **INTANGIBLE FIXED ASSETS**

	Patents and licences £
COST	
At 9 December 2019	35,340
Additions	<u>24,126</u>
At 8 December 2020	<u>59,466</u>
AMORTISATION	
At 9 December 2019	15,545
Amortisation for year	<u>4,597</u>
At 8 December 2020	<u>20,142</u>
NET BOOK VALUE	
At 8 December 2020	<u>39,324</u>
At 8 December 2019	<u>19,795</u>

Notes to the Financial Statements - continued
for the Year Ended 8 December 2020

11. TANGIBLE FIXED ASSETS

	Long leasehold £	Plant and machinery £	Fixtures and fittings £	Totals £
COST				
At 9 December 2019	709,817	181,426	1,420,728	2,311,971
Additions	2,335	4,833	402,892	410,060
Disposals	(31,289)	(40,478)	(198,628)	(270,395)
At 8 December 2020	<u>680,863</u>	<u>145,781</u>	<u>1,624,992</u>	<u>2,451,636</u>
DEPRECIATION				
At 9 December 2019	329,059	90,251	603,260	1,022,570
Charge for year	52,340	11,869	106,082	170,291
Eliminated on disposal	(31,247)	(40,453)	(187,627)	(259,327)
At 8 December 2020	<u>350,152</u>	<u>61,667</u>	<u>521,715</u>	<u>933,534</u>
NET BOOK VALUE				
At 8 December 2020	<u>330,711</u>	<u>84,114</u>	<u>1,103,277</u>	<u>1,518,102</u>
At 8 December 2019	<u>380,758</u>	<u>91,175</u>	<u>817,468</u>	<u>1,289,401</u>

12. STOCKS

	8.12.20 £	8.12.19 £
Stocks	<u>505,430</u>	<u>1,671,855</u>

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	8.12.20 £	8.12.19 £
Trade debtors	469,093	380,675
Amounts owed by participating interests	26,766	-
Directors' current accounts	729,540	454,383
Tax	-	(3,194)
VAT	195,849	379,323
Prepayments	<u>50,733</u>	<u>75,706</u>
	<u>1,471,981</u>	<u>1,286,893</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	8.12.20 £	8.12.19 £
Trade creditors	4,508,459	4,491,527
Tax	477,663	273,932
Social security and other taxes	18,797	11,433
Other creditors	298,092	347,675
Accrued expenses	<u>45,170</u>	<u>15,075</u>
	<u>5,348,181</u>	<u>5,139,642</u>

Notes to the Financial Statements - continued
for the Year Ended 8 December 2020

15. **LEASING AGREEMENTS**

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

	8.12.20	8.12.19
	£	£
Within one year	249,266	20,123
Between one and five years	1,111,183	48,088
In more than five years	455,480	-
	<u>1,815,929</u>	<u>68,211</u>

Property leases are over 10 years, rent reviews are carried out every 5 years.

16. **SECURED DEBTS**

Lloyds TSB Bank plc holds an unlimited debenture incorporating a fixed and floating charge.

The company has the following banking facilities:-

Overdraft facility of £25,000

Commercial Charge facility of £60,0000

Electronic Funds Transfer of facility of £500,000

17. **PROVISIONS FOR LIABILITIES**

	8.12.20	8.12.19
	£	£
Deferred tax	<u>154,129</u>	<u>148,529</u>
		Deferred tax
		£
Balance at 9 December 2019		148,529
Provided during year		5,600
Balance at 8 December 2020		<u>154,129</u>

18. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	8.12.20	8.12.19
		£1	£	£
2	Ordinary		<u>2</u>	<u>2</u>

19. **RESERVES**

	Retained earnings
	£
At 9 December 2019	868,779
Profit for the year	1,288,905
Dividends	(750,000)
At 8 December 2020	<u>1,407,684</u>

**Notes to the Financial Statements - continued
for the Year Ended 8 December 2020**

20. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The company paid rent in the year totalling £225,607 (2019 £115,652) to the directors, D Murray and M McGuinness.

Both D Murray and M McGuinness, directors, operate current accounts with the company to which transactions of a private nature are charged. As at 8 December 2020, D Murray owed £518,818 (2019 £294,724) and M McGuinness owed £210,722 (2019 £159,658) to the company, which is included in other debtors.

Interest has been charged at 2.25%.

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