

G T ACCESS LIMITED
GROUP STRATEGIC REPORT,
REPORT OF THE DIRECTORS AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

Charles Lovell & Co Limited
Chartered Certified Accountants
and Statutory Auditors
8 Church Green East
Redditch
Worcestershire
B98 8BP

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G T ACCESS LIMITED

COMPANY INFORMATION

For The Year Ended 31 OCTOBER 2022

DIRECTORS:

J M Till
J Till
P A Till
W Bishop
T U C Jones
T O Long
S J Moody

SECRETARY:

J M Till

REGISTERED OFFICE:

19 Sherwood Road
Aston Fields Industrial Estate
Bromsgrove
Worcestershire
B60 3DR

REGISTERED NUMBER:

04507848

AUDITORS:

Charles Lovell & Co Limited
Chartered Certified Accountants
and Statutory Auditors
8 Church Green East
Redditch
Worcestershire
B98 8BP

The directors present their strategic report of the company and the group for the year ended 31 October 2022.

REVIEW OF BUSINESS

The results of the year and financial position of the company are shown in the annexed financial statements.

ON BEHALF OF THE BOARD:

J M Till - Director

23 June 2023

REPORT OF THE DIRECTORS
For The Year Ended 31 OCTOBER 2022

The directors present their report with the financial statements of the company and the group for the year ended 31 October 2022.

DIVIDENDS

Interim dividends per share were paid as follows:

| | |
|----------------|---------------------|
| 100 | - 12 November 2021 |
| 730 | - 17 December 2021 |
| 168.45 | - 10 January 2022 |
| 168.45 | - 10 February 2022 |
| 168.45 | - 9 March 2022 |
| 168.45 | - 14 April 2022 |
| 168.45 | - 13 May 2022 |
| 168.45 | - 10 June 2022 |
| 168.45 | - 18 July 2022 |
| 168.45 | - 10 August 2022 |
| 168.45 | - 14 September 2022 |
| 50 | - 11 October 2022 |
| <u>2396.01</u> | |

The directors recommend that no final dividend be paid.

The total distribution of dividends for the year ended 31 October 2022 will be £ 239,601 .

DIRECTORS

The directors shown below have held office during the whole of the period from 1 November 2021 to the date of this report.

J M Till

J Till

P A Till

Other changes in directors holding office are as follows:

W Bishop - appointed 8 April 2022

T U C Jones - appointed 8 April 2022

T O Long - appointed 21 March 2022

S J Moody - appointed 21 March 2022

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Group 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 the group and of the profit or loss of the group 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 and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group 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 the group 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 group'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 group's auditors are aware of that information.

AUDITORS

The auditors, Charles Lovell & Co Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

J M Till - Director

23 June 2023

Opinion

We have audited the financial statements of G T Access Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 October 2022 which comprise the Consolidated Income Statement, Consolidated Other Comprehensive Income, Consolidated Balance Sheet, Company Balance Sheet, Consolidated Statement of Changes in Equity, Company Statement of Changes in Equity, Consolidated Cash Flow Statement and Notes to the Consolidated 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 group's and of the parent company affairs as at 31 October 2022 and of the group's 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 group 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 directors' 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 group's and the parent 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 directors with respect to going concern are described in the relevant sections of this report.

Other information

The directors are responsible for the other information. The other information comprises the information in the Group 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 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 Group 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 Group Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Group 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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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 group's and the parent 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 group or the parent 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.

The objectives of our audit are to identify and assess the risks of material misstatement of the financial statements due to fraud or error; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud and error; and to respond appropriately to those risks. Owing to the inherent limitations of an audit, there is an unavoidable risk that material misstatement in the financial statements may not be detected, even though the audit is properly planned and performed in accordance with the ISAs (UK).

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- We obtained an understanding of the legal and regulatory frameworks applicable to the Company and the nature of the industry and the sector in which they operate. We determined that the following laws and regulations were most significant; the Companies Act 2006, the UK Corporate Governance Code and UK corporate taxation laws.

- We obtained an understanding of how the Company are complying with those legal and regulatory frameworks by making inquiries with the management of the Company and the Group's audit department.

- We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur. Audit procedures performed by the Audit engagement team included:

- identifying and assessing the design effectiveness of controls that management has in place to prevent and detect fraud.

- Understanding how those charged with governance considered and addressed the potential for override of controls or other inappropriate influence over the financial reporting process.

- challenging assumptions and judgements made by management in its significant accounting estimates.

- identifying and testing journal entries and performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.

- assessing the extent of compliance with the relevant laws and regulations.

- We also communicated relevant identified laws and regulations and potential fraud risk to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

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.

Hadleigh Burns (Senior Statutory Auditor)
for and on behalf of Charles Lovell & Co Limited
Chartered Certified Accountants
and Statutory Auditors
8 Church Green East
Redditch
Worcestershire
B98 8BP

23 June 2023

CONSOLIDATED INCOME STATEMENT
For The Year Ended 31 OCTOBER 2022

| | Notes | 31.10.22 £ | 31.10.21 £ |
|--|-------|-----------------------|------------------|
| TURNOVER | 3 | 22,373,639 | 18,300,169 |
| Cost of sales | | <u>11,555,579</u> | <u>9,270,680</u> |
| GROSS PROFIT | | 10,818,060 | 9,029,489 |
| Administrative expenses | | <u>8,421,543</u> | <u>6,193,376</u> |
| | | 2,396,517 | 2,836,113 |
| Other operating income | | <u>692</u> | <u>100,106</u> |
| OPERATING PROFIT | 5 | 2,397,209 | 2,936,219 |
| Interest receivable and similar income | | <u>-</u> | <u>225</u> |
| | | 2,397,209 | 2,936,444 |
| Interest payable and similar expenses | 6 | <u>787,398</u> | <u>686,477</u> |
| PROFIT BEFORE TAXATION | | 1,609,811 | 2,249,967 |
| Tax on profit | 7 | <u>657,662</u> | <u>268,133</u> |
| PROFIT FOR THE FINANCIAL YEAR | | 952,149 | 1,981,834 |
| Profit attributable to: | | | |
| Owners of the parent | | <u>952,149</u> | <u>1,981,834</u> |

CONSOLIDATED OTHER COMPREHENSIVE INCOME
For The Year Ended 31 OCTOBER 2022

| | Notes | 31.10.22 £ | 31.10.21 £ |
|---|-------|-----------------|---------------|
| PROFIT FOR THE YEAR | | 952,149 | 1,981,834 |
| OTHER COMPREHENSIVE INCOME | | | |
| Revaluation reserve | | (53,893) | 801,251 |
| Income tax relating to other comprehensive income | | - | - |
| OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF INCOME TAX | | (53,893) | 801,251 |
| TOTAL COMPREHENSIVE INCOME FOR THE YEAR | | 898,256 | 2,783,085 |
| Total comprehensive income attributable to: Owners of the parent | | 898,256 | 2,783,085 |

The notes form part of these financial statements

CONSOLIDATED BALANCE SHEET
31 OCTOBER 2022

| | Notes | 31.10.22 £ | £ | 31.10.21 £ | £ |
|--|-------|------------------|--------------------|------------------|--------------------|
| FIXED ASSETS | | | | | |
| Intangible assets | 10 | | 2,405,876 | | 2,414,182 |
| Tangible assets | 11 | | 33,430,410 | | 28,757,041 |
| Investments | 12 | | - | | - |
| | | | 35,836,286 | | 31,171,223 |
| CURRENT ASSETS | | | | | |
| Stocks | 13 | 148,422 | | 141,690 | |
| Debtors | 14 | 6,007,192 | | 5,398,840 | |
| Cash at bank and in hand | | 68,613 | | 492,984 | |
| | | 6,224,227 | | 6,033,514 | |
| CREDITORS | | | | | |
| Amounts falling due within one year | 15 | 13,046,326 | | 11,177,991 | |
| NET CURRENT LIABILITIES | | | (6,822,099) | | (5,144,477) |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | 29,014,187 | | 26,026,746 |
| CREDITORS | | | | | |
| Amounts falling due after more than one year | 16 | | (16,081,080) | | (14,369,561) |
| PROVISIONS FOR LIABILITIES | 20 | | (2,860,038) | | (2,242,771) |
| NET ASSETS | | | 10,073,069 | | 9,414,414 |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | 21 | | 100 | | 100 |
| Revaluation reserve | 22 | | 747,358 | | 801,251 |
| Retained earnings | 22 | | 9,325,611 | | 8,613,063 |
| SHAREHOLDERS' FUNDS | | | 10,073,069 | | 9,414,414 |

The financial statements were approved by the Board of Directors and authorised for issue on 23 June 2023 and were signed on its behalf by:

J M Till - Director

COMPANY BALANCE SHEET

31 OCTOBER 2022

| | Notes | 31.10.22 £ | £ | 31.10.21 £ | £ |
|--|-------|-------------------|---------------------|-------------------|---------------------|
| FIXED ASSETS | | | | | |
| Intangible assets | 10 | | 5,823 | | 11,529 |
| Tangible assets | 11 | | 30,501,726 | | 24,771,660 |
| Investments | 12 | | 3,661,031 | | 3,861,031 |
| | | | <u>34,168,580</u> | | <u>28,644,220</u> |
| CURRENT ASSETS | | | | | |
| Stocks | 13 | 148,422 | | 104,999 | |
| Debtors | 14 | 6,199,966 | | 5,250,635 | |
| Cash at bank | | <u>47,714</u> | | <u>2,626</u> | |
| | | 6,396,102 | | 5,358,260 | |
| CREDITORS | | | | | |
| Amounts falling due within one year | 15 | <u>12,478,831</u> | | <u>10,063,209</u> | |
| NET CURRENT LIABILITIES | | | <u>(6,082,729)</u> | | <u>(4,704,949)</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | <u>28,085,851</u> | | <u>23,939,271</u> |
| CREDITORS | | | | | |
| Amounts falling due after more than one year | 16 | | <u>(15,727,346)</u> | | <u>(13,298,168)</u> |
| PROVISIONS FOR LIABILITIES | 20 | | <u>(2,610,670)</u> | | <u>(1,860,710)</u> |
| NET ASSETS | | | <u>9,747,835</u> | | <u>8,780,393</u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | 21 | | 100 | | 100 |
| Retained earnings | 22 | | 9,747,735 | | 8,780,293 |
| SHAREHOLDERS' FUNDS | | | <u>9,747,835</u> | | <u>8,780,393</u> |
| Company's profit for the financial year | | | <u>1,207,043</u> | | <u>2,061,775</u> |

The financial statements were approved by the Board of Directors and authorised for issue on 22 June 2023 and were signed on its behalf by:

J M Till - Director

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For The Year Ended 31 OCTOBER 2022

| | Called up share capital £ | Retained earnings £ | Revaluation reserve £ | Total equity £ |
|-----------------------------------|--|------------------------------------|--------------------------------------|-------------------------------|
| Balance at 1 November 2020 | 100 | 6,751,229 | - | 6,751,329 |
| Changes in equity | | | | |
| Dividends | - | (120,000) | - | (120,000) |
| Total comprehensive income | - | 1,981,834 | 801,251 | 2,783,085 |
| Balance at 31 October 2021 | <u>100</u> | <u>8,613,063</u> | <u>801,251</u> | <u>9,414,414</u> |
| Changes in equity | | | | |
| Dividends | - | (239,601) | - | (239,601) |
| Total comprehensive income | - | 952,149 | (53,893) | 898,256 |
| Balance at 31 October 2022 | <u>100</u> | <u>9,325,611</u> | <u>747,358</u> | <u>10,073,069</u> |

COMPANY STATEMENT OF CHANGES IN EQUITY
For The Year Ended 31 OCTOBER 2022

| | Called up share capital £ | Retained earnings £ | Total equity £ |
|-----------------------------------|--|------------------------------------|-------------------------------|
| Balance at 1 November 2020 | 100 | 6,838,518 | 6,838,618 |
| Changes in equity | | | |
| Dividends | - | (120,000) | (120,000) |
| Total comprehensive income | - | 2,061,775 | 2,061,775 |
| Balance at 31 October 2021 | 100 | 8,780,293 | 8,780,393 |
| Changes in equity | | | |
| Dividends | - | (239,601) | (239,601) |
| Total comprehensive income | - | 1,207,043 | 1,207,043 |
| Balance at 31 October 2022 | 100 | 9,747,735 | 9,747,835 |

CONSOLIDATED CASH FLOW STATEMENT
For The Year Ended 31 OCTOBER 2022

| | | 31.10.22 | 31.10.21 |
|---|-------|--------------------|---------------------|
| | Notes | £ | £ |
| Cash flows from operating activities | | | |
| Cash generated from operations | 1 | 6,895,306 | 7,359,287 |
| Interest paid | | (34,048) | (11,068) |
| Interest element of hire purchase payments paid | | (753,351) | (675,409) |
| Tax paid | | (163,273) | 74,345 |
| Net cash from operating activities | | <u>5,944,634</u> | <u>6,747,155</u> |
| Cash flows from investing activities | | | |
| Purchase of intangible fixed assets | | - | 80,688 |
| Purchase of tangible fixed assets | | (11,582,490) | (12,232,182) |
| Purchase of fixed asset investments | | - | (3,861,030) |
| Sale of tangible fixed assets | | 1,765,696 | 3,476,936 |
| Interest received | | - | 225 |
| Net cash from investing activities | | <u>(9,816,794)</u> | <u>(12,535,363)</u> |
| Cash flows from financing activities | | | |
| New loans in year | | - | 1,000,000 |
| Loan repayments in year | | (100,000) | - |
| HP Finance additions in year | | 10,471,494 | 13,003,683 |
| Capital repayments in year | | (7,987,195) | (9,223,700) |
| Amount introduced by directors | | 1,543 | 4,447 |
| Amount withdrawn by directors | | - | (3,638) |
| Invoice discounting | | 1,300,992 | 940,030 |
| | | - | 666,149 |
| Equity dividends paid | | (239,601) | (120,000) |
| Net cash from financing activities | | <u>3,447,233</u> | <u>6,266,971</u> |
| (Decrease)/increase in cash and cash equivalents | | <u>(424,927)</u> | <u>478,763</u> |
| Cash and cash equivalents at beginning of year | 2 | <u>492,984</u> | <u>14,221</u> |
| Cash and cash equivalents at end of year | 2 | <u>68,057</u> | <u>492,984</u> |

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
For The Year Ended 31 OCTOBER 2022

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

| | 31.10.22 | 31.10.21 |
|--|------------------|------------------|
| | £ | £ |
| Profit before taxation | 1,609,811 | 2,249,967 |
| Depreciation charges | 5,172,111 | 4,241,006 |
| Profit on disposal of fixed assets | (74,271) | (37,882) |
| Government grants | - | (16,643) |
| Finance costs | 787,398 | 686,477 |
| Finance income | - | (225) |
| | 7,495,049 | 7,122,700 |
| Increase in stocks | (6,732) | (38,304) |
| Increase in trade and other debtors | (310,372) | (676,258) |
| (Decrease)/increase in trade and other creditors | (282,639) | 951,149 |
| Cash generated from operations | 6,895,306 | 7,359,287 |

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 October 2022

| | 31.10.22 | 1.11.21 |
|---------------------------|-----------------|----------------|
| | £ | £ |
| Cash and cash equivalents | 68,613 | 492,984 |
| Bank overdrafts | (556) | - |
| | 68,057 | 492,984 |

Year ended 31 October 2021

| | 31.10.21 | 1.11.20 |
|---------------------------|-----------------|----------------|
| | £ | £ |
| Cash and cash equivalents | 492,984 | 14,221 |

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
For The Year Ended 31 OCTOBER 2022

3. ANALYSIS OF CHANGES IN NET DEBT

| | At 1.11.21 £ | Cash flow £ | At 31.10.22 £ |
|---------------------------------|---------------------|--------------------|---------------------|
| Net cash | | | |
| Cash at bank and in hand | 492,984 | (424,371) | 68,613 |
| Bank overdrafts | - | (556) | (556) |
| | <u>492,984</u> | <u>(424,927)</u> | <u>68,057</u> |
| Debt | | | |
| Finance leases | (19,846,359) | (2,484,300) | (22,330,659) |
| Debts falling due within 1 year | (962,035) | (1,384,324) | (2,346,359) |
| Debts falling due after 1 year | (883,333) | 183,333 | (700,000) |
| | <u>(21,691,727)</u> | <u>(3,685,291)</u> | <u>(25,377,018)</u> |
| Total | <u>(21,198,743)</u> | <u>(4,110,218)</u> | <u>(25,308,961)</u> |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For The Year Ended 31 OCTOBER 2022

1. STATUTORY INFORMATION

G T Access Limited is a private company, limited by shares , registered in Not specified/Other. The company's registered number and registered office address can be found on the General Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention on a going concern basis.

At the balance sheet date, the company had net current liabilities of £6,082,729.

The company has considered its cashflows for the next 12 months by discounting non cash expenses including depreciation from its profit and loss account and is confident that the company will meet its current obligations as they fall due.

The directors therefore consider it appropriate to prepare the accounts on the going concern basis.

Turnover

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

Goodwill

Goodwill is amortised in the year of acquisition.

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.

Franchise costs are being amortised evenly over their estimated useful life of three years.

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.

| | |
|-----------------------|---|
| Motor vehicles | - 25% on reducing balance |
| Lorries and Trucks | - at varying rates on cost |
| Plant and machinery | - 33% on cost, 25% on cost, 25% on reducing balance, 20% on cost, 20% on reducing balance, 10% on cost and at varying rates on cost |
| Fixtures and fittings | - 20% on reducing balance and at varying rates on cost |
| Computer equipment | - 25% on cost |

Stocks

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

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Consolidated 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.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
For The Year Ended 31 OCTOBER 2022

2. ACCOUNTING POLICIES - continued**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 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 group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to profit or loss in the period to which they relate.

Government grants

Government grants relating to fixed assets are treated as deferred income and released over the assets' useful lives. Grants relating to revenue expenditure are recognised in the profit and loss account in the period in which the relevant costs are incurred.

3. TURNOVER

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

4. EMPLOYEES AND DIRECTORS

| | 31.10.22 | 31.10.21 |
|-----------------------|------------------|------------------|
| | £ | £ |
| Wages and salaries | 5,081,392 | 3,901,109 |
| Social security costs | 550,429 | 353,469 |
| Other pension costs | 296,630 | 75,022 |
| | <u>5,928,451</u> | <u>4,329,600</u> |

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

| | 31.10.22 | 31.10.21 |
|----------------|------------|------------|
| Admin / office | 65 | 41 |
| Engineers | 34 | 39 |
| Drivers | 39 | 37 |
| Yard | 7 | 15 |
| Training | 2 | 5 |
| | <u>147</u> | <u>137</u> |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
For The Year Ended 31 OCTOBER 2022

4. **EMPLOYEES AND DIRECTORS - continued**

The average number of employees by undertakings that were proportionately consolidated during the year was 5 (2021 - 34) .

| | 31.10.22 £ | 31.10.21 £ |
|-------------------------|----------------|---------------|
| Directors' remuneration | <u>209,430</u> | <u>63,998</u> |

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

| | 31.10.22 £ |
|----------------|---------------|
| Emoluments etc | <u>49,032</u> |

5. **OPERATING PROFIT**

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

| | 31.10.22 £ | 31.10.21 £ |
|--|---------------|---------------|
| Hire of plant and machinery | 36,373 | 111,838 |
| Depreciation - owned assets | 1,143,827 | 1,015,978 |
| Depreciation - assets on hire purchase contracts | 4,019,975 | 3,222,426 |
| (Profit)/loss on disposal of fixed assets | (74,271) | 30,706 |
| Goodwill amortisation | 2,600 | 2,600 |
| Franchise costs amortisation | 5,706 | 5,763 |
| Auditors' remuneration | <u>37,117</u> | <u>49,365</u> |

6. **INTEREST PAYABLE AND SIMILAR EXPENSES**

| | 31.10.22 £ | 31.10.21 £ |
|------------------------|----------------|----------------|
| Bank loan interest | 7,048 | - |
| Interest payable | 27,000 | 11,068 |
| Hire purchase interest | 746,781 | 660,164 |
| HP admin charges | <u>6,569</u> | <u>15,245</u> |
| | <u>787,398</u> | <u>686,477</u> |

7. **TAXATION**

Analysis of the tax charge

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

| | 31.10.22 £ | 31.10.21 £ |
|-----------------------|----------------|----------------|
| Current tax: | | |
| UK corporation tax | 40,368 | 33,944 |
| Prior year adjustment | 27 | (40,391) |
| Total current tax | <u>40,395</u> | <u>(6,447)</u> |
| Deferred tax | <u>617,267</u> | <u>274,580</u> |
| Tax on profit | <u>657,662</u> | <u>268,133</u> |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
For The Year Ended 31 OCTOBER 2022

7. **TAXATION - continued**

Reconciliation of total tax charge included in profit and loss

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

| | 31.10.22 £ | 31.10.21 £ |
|--|------------------|------------------|
| Profit before tax | <u>1,609,811</u> | <u>2,249,967</u> |
| Profit multiplied by the standard rate of corporation tax in the UK of 19 % (2021 - 19 %) | 305,864 | 427,494 |
| Effects of: | | |
| Expenses not deductible for tax purposes | 6,706 | 3,260 |
| Income not taxable for tax purposes | 22,735 | 15,330 |
| Capital allowances in excess of depreciation | - | (94,682) |
| Depreciation in excess of capital allowances | 185,564 | - |
| Utilisation of tax losses | 136,793 | (42,878) |
| Prior year adjustment | - | (40,391) |
| Total tax charge | <u>657,662</u> | <u>268,133</u> |

Tax effects relating to effects of other comprehensive income

| | 31.10.22 Gross £ | Tax £ | Net £ |
|---------------------|------------------------|----------|-----------------|
| Revaluation reserve | <u>(53,893)</u> | <u>-</u> | <u>(53,893)</u> |
| | | | |
| | 31.10.21 Gross £ | Tax £ | Net £ |
| Revaluation reserve | <u>801,251</u> | <u>-</u> | <u>801,251</u> |

8. **INDIVIDUAL INCOME STATEMENT**

As permitted by Section 408 of the Companies Act 2006, the Statement of Comprehensive Income of the parent company is not presented as part of these financial statements.

9. **DIVIDENDS**

| | 31.10.22 £ | 31.10.21 £ |
|----------------------------|----------------|----------------|
| Ordinary shares of £1 each | | |
| Interim | <u>239,601</u> | <u>120,000</u> |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
For The Year Ended 31 OCTOBER 2022

10. INTANGIBLE FIXED ASSETS

Group

| | Goodwill £ | Franchise costs £ | Totals £ |
|---|------------------|-------------------------|------------------|
| COST | | | |
| At 1 November 2021 and 31 October 2022 | <u>2,519,753</u> | <u>83,769</u> | <u>2,603,522</u> |
| AMORTISATION | | | |
| At 1 November 2021 | 117,100 | 72,240 | 189,340 |
| Amortisation for year | <u>2,600</u> | <u>5,706</u> | <u>8,306</u> |
| At 31 October 2022 | <u>119,700</u> | <u>77,946</u> | <u>197,646</u> |
| NET BOOK VALUE | | | |
| At 31 October 2022 | <u>2,400,053</u> | <u>5,823</u> | <u>2,405,876</u> |
| At 31 October 2021 | <u>2,402,653</u> | <u>11,529</u> | <u>2,414,182</u> |

Company

| | Goodwill £ | Franchise costs £ | Totals £ |
|---|----------------|-------------------------|----------------|
| COST | | | |
| At 1 November 2021 and 31 October 2022 | <u>108,000</u> | <u>83,769</u> | <u>191,769</u> |
| AMORTISATION | | | |
| At 1 November 2021 | 108,000 | 72,240 | 180,240 |
| Amortisation for year | <u>-</u> | <u>5,706</u> | <u>5,706</u> |
| At 31 October 2022 | <u>108,000</u> | <u>77,946</u> | <u>185,946</u> |
| NET BOOK VALUE | | | |
| At 31 October 2022 | <u>-</u> | <u>5,823</u> | <u>5,823</u> |
| At 31 October 2021 | <u>-</u> | <u>11,529</u> | <u>11,529</u> |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
For The Year Ended 31 OCTOBER 2022

11. TANGIBLE FIXED ASSETS

Group

| | Motor vehicles £ | Imprvmts to prop £ | Lorries and Trucks £ |
|--------------------------|------------------------|--------------------------|-------------------------------|
| COST OR VALUATION | | | |
| At 1 November 2021 | 2,071,330 | 41,018 | 2,663,044 |
| Additions | 623,937 | - | 1,171,683 |
| Disposals | (529,284) | - | (222,165) |
| At 31 October 2022 | 2,165,983 | 41,018 | 3,612,562 |
| DEPRECIATION | | | |
| At 1 November 2021 | 735,912 | 9,379 | 1,381,829 |
| Charge for year | 354,275 | 12,506 | 426,820 |
| Eliminated on disposal | (295,291) | - | (187,387) |
| At 31 October 2022 | 794,896 | 21,885 | 1,621,262 |
| NET BOOK VALUE | | | |
| At 31 October 2022 | 1,371,087 | 19,133 | 1,991,300 |
| At 31 October 2021 | 1,335,418 | 31,639 | 1,281,215 |

| | Plant and machinery £ | Fixtures and fittings £ | Computer equipment £ | Totals £ |
|--------------------------|-----------------------------|----------------------------------|----------------------------|-------------|
| COST OR VALUATION | | | | |
| At 1 November 2021 | 36,284,103 | 28,894 | 65,497 | 41,153,886 |
| Additions | 9,786,870 | - | - | 11,582,490 |
| Disposals | (3,438,613) | - | - | (4,190,062) |
| At 31 October 2022 | 42,632,360 | 28,894 | 65,497 | 48,546,314 |
| DEPRECIATION | | | | |
| At 1 November 2021 | 10,228,944 | 19,273 | 21,508 | 12,396,845 |
| Charge for year | 4,345,623 | 2,647 | 21,931 | 5,163,802 |
| Eliminated on disposal | (1,962,065) | - | - | (2,444,743) |
| At 31 October 2022 | 12,612,502 | 21,920 | 43,439 | 15,115,904 |
| NET BOOK VALUE | | | | |
| At 31 October 2022 | 30,019,858 | 6,974 | 22,058 | 33,430,410 |
| At 31 October 2021 | 26,055,159 | 9,621 | 43,989 | 28,757,041 |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
For The Year Ended 31 OCTOBER 2022

11. **TANGIBLE FIXED ASSETS - continued****Group**

Cost or valuation at 31 October 2022 is represented by:

| | Motor vehicles £ | Imprvmts to prop £ | Lorries and Trucks £ |
|------|------------------------|--------------------------|-------------------------------|
| Cost | 2,165,983 | 41,018 | 3,612,562 |

| | Plant and machinery £ | Fixtures and fittings £ | Computer equipment £ | Totals £ |
|------|-----------------------------|----------------------------------|----------------------------|-------------|
| Cost | 42,632,360 | 28,894 | 65,497 | 48,546,314 |

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

| | Motor vehicles £ | Lorries and Trucks £ | Plant and machinery £ | Totals £ |
|--------------------------|------------------------|-------------------------------|-----------------------------|-------------|
| COST OR VALUATION | | | | |
| At 1 November 2021 | 1,055,092 | 1,796,829 | 28,157,757 | 31,009,678 |
| Additions | 396,151 | 1,124,087 | 9,626,751 | 11,146,989 |
| Disposals | (23,643) | - | - | (23,643) |
| Transfer to ownership | (165,423) | (510,052) | (4,257,156) | (4,932,631) |
| At 31 October 2022 | 1,262,177 | 2,410,864 | 33,527,352 | 37,200,393 |
| DEPRECIATION | | | | |
| At 1 November 2021 | 207,177 | 723,933 | 5,329,715 | 6,260,825 |
| Charge for year | 183,129 | 426,820 | 3,410,026 | 4,019,975 |
| Eliminated on disposal | (12,357) | - | - | (12,357) |
| Transfer to ownership | (51,455) | (442,333) | (2,138,985) | (2,632,773) |
| At 31 October 2022 | 326,494 | 708,420 | 6,600,756 | 7,635,670 |
| NET BOOK VALUE | | | | |
| At 31 October 2022 | 935,683 | 1,702,444 | 26,926,596 | 29,564,723 |
| At 31 October 2021 | 847,915 | 1,072,896 | 22,828,042 | 24,748,853 |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
For The Year Ended 31 OCTOBER 2022

11. TANGIBLE FIXED ASSETS - continued

Company

| | Motor vehicles £ | Lorries and Trucks £ | Plant and machinery £ |
|------------------------|--|-------------------------------------|-----------------------------|
| COST | | | |
| At 1 November 2021 | 1,646,527 | 2,663,044 | 33,187,593 |
| Additions | 623,938 | 1,171,683 | 9,786,871 |
| Disposals | (230,198) | (222,165) | (2,632,330) |
| At 31 October 2022 | 2,040,267 | 3,612,562 | 40,342,134 |
| DEPRECIATION | | | |
| At 1 November 2021 | 632,421 | 1,381,829 | 10,759,270 |
| Charge for year | 274,562 | 426,820 | 3,773,534 |
| Eliminated on disposal | (72,901) | (187,387) | (1,469,361) |
| At 31 October 2022 | 834,082 | 1,621,262 | 13,063,443 |
| NET BOOK VALUE | | | |
| At 31 October 2022 | 1,206,185 | 1,991,300 | 27,278,691 |
| At 31 October 2021 | 1,014,106 | 1,281,215 | 22,428,323 |
| | Fixtures and fittings £ | Computer equipment £ | Totals £ |
| COST | | | |
| At 1 November 2021 | 23,358 | 60,712 | 37,581,234 |
| Additions | - | - | 11,582,492 |
| Disposals | - | - | (3,084,693) |
| At 31 October 2022 | 23,358 | 60,712 | 46,079,033 |
| DEPRECIATION | | | |
| At 1 November 2021 | 15,819 | 20,235 | 12,809,574 |
| Charge for year | 2,230 | 20,236 | 4,497,382 |
| Eliminated on disposal | - | - | (1,729,649) |
| At 31 October 2022 | 18,049 | 40,471 | 15,577,307 |
| NET BOOK VALUE | | | |
| At 31 October 2022 | 5,309 | 20,241 | 30,501,726 |
| At 31 October 2021 | 7,539 | 40,477 | 24,771,660 |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
For The Year Ended 31 OCTOBER 2022

11. **TANGIBLE FIXED ASSETS - continued****Company**

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

| | Motor vehicles £ | Lorries and Trucks £ | Plant and machinery £ | Totals £ |
|-----------------------|------------------------|-------------------------------|-----------------------------|-------------|
| COST | | | | |
| At 1 November 2021 | 677,689 | 1,796,829 | 26,678,817 | 29,153,335 |
| Additions | 396,152 | 1,124,087 | 9,626,752 | 11,146,991 |
| Transfer to ownership | (165,423) | (510,052) | (4,257,156) | (4,932,631) |
| At 31 October 2022 | 908,418 | 2,410,864 | 32,048,413 | 35,367,695 |
| DEPRECIATION | | | | |
| At 1 November 2021 | 138,083 | 723,933 | 6,804,124 | 7,666,140 |
| Charge for year | 137,011 | 426,820 | 2,952,750 | 3,516,581 |
| Transfer to ownership | (51,455) | (442,333) | (2,138,985) | (2,632,773) |
| At 31 October 2022 | 223,639 | 708,420 | 7,617,889 | 8,549,948 |
| NET BOOK VALUE | | | | |
| At 31 October 2022 | 684,779 | 1,702,444 | 24,430,524 | 26,817,747 |
| At 31 October 2021 | 539,606 | 1,072,896 | 19,874,693 | 21,487,195 |

Included in total assets are assets held for use in operating leases comprising:

| | 2022 £ | 2021 £ |
|--------------------------|------------|------------|
| Cost | 35,367,695 | 29,153,335 |
| Accumulated depreciation | 8,549,948 | 7,666,140 |

12. **FIXED ASSET INVESTMENTS****Company**

| | Shares in group undertakings £ |
|-----------------------|---|
| COST | |
| At 1 November 2021 | 3,861,031 |
| Impairments | (200,000) |
| At 31 October 2022 | 3,661,031 |
| NET BOOK VALUE | |
| At 31 October 2022 | 3,661,031 |
| At 31 October 2021 | 3,861,031 |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
For The Year Ended 31 OCTOBER 2022

12. **FIXED ASSET INVESTMENTS - continued**13. **STOCKS**

| | Group | | Company | |
|---------------------|-----------------|-----------------|-----------------|-----------------|
| | 31.10.22 | 31.10.21 | 31.10.22 | 31.10.21 |
| | £ | £ | £ | £ |
| Machine parts stock | <u>148,422</u> | <u>141,690</u> | <u>148,422</u> | <u>104,999</u> |

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

| | Group | | Company | |
|------------------------------------|------------------|------------------|------------------|------------------|
| | 31.10.22 | 31.10.21 | 31.10.22 | 31.10.21 |
| | £ | £ | £ | £ |
| Trade debtors | 5,637,118 | 5,052,350 | 5,637,067 | 4,777,914 |
| Amounts owed by group undertakings | 1,500 | 5,500 | 252,500 | 168,000 |
| Other debtors | 289,235 | 284,490 | 252,580 | 254,486 |
| Directors' current accounts | - | 35 | - | 35 |
| VAT | 21,520 | - | - | - |
| Prepayments and accrued income | 57,819 | 56,465 | 57,819 | 50,200 |
| | <u>6,007,192</u> | <u>5,398,840</u> | <u>6,199,966</u> | <u>5,250,635</u> |

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

| | Group | | Company | |
|---|-------------------|-------------------|-------------------|-------------------|
| | 31.10.22 | 31.10.21 | 31.10.22 | 31.10.21 |
| | £ | £ | £ | £ |
| Bank loans and overdrafts (see note 17) | 200,556 | 116,667 | 200,000 | 116,667 |
| Other loans (see note 17) | 2,146,359 | 845,368 | 2,146,359 | 845,368 |
| Hire purchase contracts (see note 18) | 7,449,579 | 7,360,131 | 6,813,489 | 6,273,328 |
| Trade creditors | 1,428,362 | 1,358,741 | 1,578,951 | 1,699,991 |
| Amounts owed to group undertakings | - | 4,000 | - | - |
| Tax | 40,368 | 163,346 | - | - |
| Social security and other taxes | 502,111 | 386,484 | 502,111 | 367,508 |
| VAT | - | 115,464 | - | - |
| Other creditors | 865,340 | 301,301 | 861,522 | 296,178 |
| Company credit card | - | 1,933 | - | - |
| Net wages | - | (844) | - | - |
| AXS Sales Limited | 20,000 | 20,000 | - | - |
| Directors' current accounts | 2,870 | 1,362 | 2,870 | 1,362 |
| Accruals and deferred income | 390,781 | 504,038 | 373,529 | 462,807 |
| | <u>13,046,326</u> | <u>11,177,991</u> | <u>12,478,831</u> | <u>10,063,209</u> |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
For The Year Ended 31 OCTOBER 2022

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

| | Group | | Company | |
|---------------------------------------|-------------------|-------------------|-------------------|-------------------|
| | 31.10.22 | 31.10.21 | 31.10.22 | 31.10.21 |
| | £ | £ | £ | £ |
| Bank loans (see note 17) | 700,000 | 883,333 | 700,000 | 883,333 |
| Hire purchase contracts (see note 18) | 14,881,080 | 12,486,228 | 14,527,346 | 11,414,835 |
| Other creditors | 500,000 | 1,000,000 | 500,000 | 1,000,000 |
| | 16,081,080 | 14,369,561 | 15,727,346 | 13,298,168 |

17. LOANS

An analysis of the maturity of loans is given below:

| | Group | | Company | |
|---|------------------|----------------|------------------|----------------|
| | 31.10.22 | 31.10.21 | 31.10.22 | 31.10.21 |
| | £ | £ | £ | £ |
| Amounts falling due within one year or on demand: | | | | |
| Bank overdrafts | 556 | - | - | - |
| Bank loans | 200,000 | 116,667 | 200,000 | 116,667 |
| Invoice discounting | 2,146,359 | 845,368 | 2,146,359 | 845,368 |
| | 2,346,915 | 962,035 | 2,346,359 | 962,035 |
| Amounts falling due between two and five years: | | | | |
| Bank loans - 2-5 years | 700,000 | 800,000 | 700,000 | 800,000 |
| Amounts falling due in more than five years: | | | | |
| Repayable by instalments | | | | |
| Bank loans more 5 yr by instal | - | 83,333 | - | 83,333 |

18. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

Group

| | Hire purchase contracts | |
|------------------------------|--------------------------------|-----------------|
| | 31.10.22 | 31.10.21 |
| | £ | £ |
| Gross obligations repayable: | | |
| Within one year | 7,481,090 | 7,436,776 |
| Between one and five years | 14,890,786 | 12,534,250 |
| | 22,371,876 | 19,971,026 |
| Finance charges repayable: | | |
| Within one year | 31,511 | 76,645 |
| Between one and five years | 9,706 | 48,022 |
| | 41,217 | 124,667 |
| Net obligations repayable: | | |
| Within one year | 7,449,579 | 7,360,131 |
| Between one and five years | 14,881,080 | 12,486,228 |
| | 22,330,659 | 19,846,359 |

Company

| | Hire purchase contracts | |
|----------------------------|--------------------------------|-----------------|
| | 31.10.22 | 31.10.21 |
| | £ | £ |
| Net obligations repayable: | | |
| Within one year | 6,813,489 | 6,273,328 |
| Between one and five years | 14,527,346 | 11,414,835 |
| | 21,340,835 | 17,688,163 |

Company

| | Non-cancellable operating leases | |
|-----------------|---|-----------------|
| | 31.10.22 | 31.10.21 |
| | £ | £ |
| Within one year | - | 22,971 |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
For The Year Ended 31 OCTOBER 2022

19. SECURED DEBTS

The following secured debts are included within creditors:

| | Group | | Company | |
|-------------------------|-------------------|-------------------|-------------------|-------------------|
| | 31.10.22 | 31.10.21 | 31.10.22 | 31.10.21 |
| | £ | £ | £ | £ |
| Invoice discounting | 2,146,359 | 845,368 | 2,146,359 | 845,368 |
| Hire purchase contracts | 22,330,659 | 19,846,359 | 21,340,835 | 17,688,163 |
| | <u>24,477,018</u> | <u>20,691,727</u> | <u>23,487,194</u> | <u>18,533,531</u> |

The company operates an invoice discounting system which are secured on the book debts of the company.

On 18 January 2018 a negative pledge and a fixed and floating charge (covering all property or undertaking of the company) was created in favour of Lloyds Bank PLC.

On 19 January 2018 a negative pledge and a fixed charge was created in favour of Lloyds Bank PLC.

20. PROVISIONS FOR LIABILITIES

| | Group | | Company | |
|--------------|------------------|------------------|------------------|------------------|
| | 31.10.22 | 31.10.21 | 31.10.22 | 31.10.21 |
| | £ | £ | £ | £ |
| Deferred tax | <u>2,860,038</u> | <u>2,242,771</u> | <u>2,610,670</u> | <u>1,860,710</u> |

Group

| | Deferred tax |
|--------------------------------|------------------|
| | £ |
| Balance at 1 November 2021 | 2,242,771 |
| Accelerated capital allowances | 617,267 |
| Balance at 31 October 2022 | <u>2,860,038</u> |

Company

| | Deferred tax |
|--------------------------------|------------------|
| | £ |
| Balance at 1 November 2021 | 1,860,710 |
| Accelerated capital allowances | 749,960 |
| Balance at 31 October 2022 | <u>2,610,670</u> |

21. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

| Number: | Class: | Nominal value: | 31.10.22 | 31.10.21 |
|---------|----------|----------------|------------|------------|
| | | | £ | £ |
| 100 | Ordinary | £1 | <u>100</u> | <u>100</u> |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
For The Year Ended 31 OCTOBER 2022

22. RESERVES

Group

| | Retained earnings £ | Revaluation reserve £ | Totals £ |
|---------------------|---------------------------|-----------------------------|-------------|
| At 1 November 2021 | 8,613,063 | 801,251 | 9,414,314 |
| Profit for the year | 952,149 | | 952,149 |
| Dividends | (239,601) | | (239,601) |
| Surplus for year | - | (53,893) | (53,893) |
| At 31 October 2022 | 9,325,611 | 747,358 | 10,072,969 |

Company

| | Retained earnings £ |
|---------------------|---------------------------|
| At 1 November 2021 | 8,780,293 |
| Profit for the year | 1,207,043 |
| Dividends | (239,601) |
| At 31 October 2022 | 9,747,735 |

23. CAPITAL COMMITMENTS

As at the 31 October 2022, the company has capital commitments of £2,997,415.

24. RELATED PARTY DISCLOSURES

The company occupies premises that are owned by Mr J M Till, director. The company paid £21,000 (2021: £21,000) for the rental of these premises and the directors feel that this is an open market rate for these premises.

The company paid ground rent of £1,800 during the year (2021: £1,800) to Mrs P A Till, director. The directors feel that this is an open market rate for these premises. At the year end the company owed P A Till £540 (2021: £540).

During the year the company paid rent of £245,200 (2021: £252,700) to GTAccess Stoke Limited, a company wholly owned by Mr J M Till, director. At the year end GTAccess Stoke Limited owed the company £212,406 (2021: £229,929).

During the year the company had the following transactions with AXS Sales Limited, a company in which Mr J M Till is materially interested and acts as director.

| | 2022 £ | 2021 £ |
|---|-----------|-----------|
| Machines sold (received) | - | - |
| Expenses recharged (received) | - | 14 |
| Rent (paid) | 66,000 | 66,000 |
| Commissions (paid) | 543,500 | 547,667 |
| Rehire machine charges (paid) | - | - |
| Management charge (paid) | - | 30,000 |
| Balance due from / (to) AXS Sales Limited at year end | (8,530) | (12,072) |

25. **ULTIMATE CONTROLLING PARTY**

The ultimate controlling party of the entity is Mr J M Till and Mrs P A Till by virtue of their shareholding.

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.