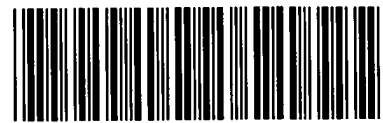

MOSS ELECTRICAL HOLDINGS LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 26 JUNE 2020

WEDNESDAY



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COMPANIES HOUSE

MOSS ELECTRICAL HOLDINGS LIMITED

COMPANY INFORMATION

DIRECTORS

Robert Moss
Christopher Homer
Lindsey Goubel
Andrew Porter

COMPANY SECRETARY

Andrew Porter FMAAT

REGISTERED NUMBER

04711651

REGISTERED OFFICE

Maxmor House
Sandpit Road
Kent
DA1 5BU

INDEPENDENT AUDITORS

Barnes Roffe LLP
Chartered Accountants & Statutory Auditor
Charles Lake House
Claire Causeway
Crossways Business Park
Dartford
Kent
DA2 6QA

BANKERS

National Westminster Bank Plc
Romford
Essex
RM1 4HJ

SOLICITORS

Daniel Laderman & Co
4 Shrubberies
George Lane
South Woodford
London
E18 1BD

MOSS ELECTRICAL HOLDINGS LIMITED

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MOSS ELECTRICAL HOLDINGS LIMITED

GROUP STRATEGIC REPORT FOR THE YEAR ENDED 26 JUNE 2020

INTRODUCTION

The directors present their strategic report accompanying the financial statements for the year ended 26 June 2020.

BUSINESS REVIEW

Moss Dartford

Covid 'killed' our last quarter but we seem to be through that now. Our cost overhead has been reduced moving forward but the future level of business seems to be in doubt, nevertheless we are set to move back to sales at pre-Covid levels.

The solar industry is picking up, albeit at a low level. As the country moves towards a greener solution, we are well-placed to expand our business in this area. Battery storage installations are in demand, and we are prepared for an upturn in this area,

Research and Development continues in the EV sector and we are almost ready to make our move into this market.

As I write, Brexit is still a worry, but our attitude is 'Que sera, sera!'

Competition for business has put margins under pressure and the emergence of many internet based companies, selling on price only, has exacerbated margin deterioration.

The directors continue to explore new market niches, and value added products.

Net profit has decreased from £361k to £121k (298.3%) and our balance sheet continues to be strengthened, currently at £8,983k (2019: £8,862k).

Moss NW & SW

This has been a difficult year for Manchester. Staff losses, bad debts, lack of sales and low margins have resulted in a poor performance. The Directors have made substantial changes during the year to increase profitability. These changes included the resignation of the Managing Director in February and the purchase of his 20% shareholding at a figure higher than the net asset valuation.

Gross profitability has fallen from £768k to £643k (16.3%) and our balance sheet weakened, currently at minus £52k (2019: £112k).

This has been a difficult year for Bridgend. Redundancies have now been completed, and the business is leaner and fitter.

Gross profitability has fallen from £714k to £680k (4.8%) and our balance sheet has weakened slightly, currently at £802k (2019: £805k).

My thanks to all Directors and Staff for their loyalty and work ethic, particularly those that have worked continuously through this pandemic. Both Manchester and Bridgend have borne the brunt of local lockdown measures whilst all those that were on furlough have now returned to work. I am sure that I am speaking for all as we mourn our loss of the staff members that were made redundant.

MOSS ELECTRICAL HOLDINGS LIMITED

GROUP STRATEGIC REPORT (CONTINUED) FOR THE YEAR ENDED 26 JUNE 2020

PRINCIPAL RISKS AND UNCERTAINTIES

The group's operations expose it to a variety of financial risks that include the effect of changes in raw material prices, credit risk, liquidity risk and interest rate risk. The group has in place a risk management programme that seeks to limit the adverse effects on the financial performance of the group by monitoring levels of debt finance, and the related finance costs. The group does not use derivative financial institutions to manage interest rate costs and, as such, no hedge accounting is applied.

The directors set company/group policies, which are implemented by management and the finance department. Given the size of the group, we do not feel it necessary to delegate the responsibility of monitoring financial risk management to a sub committee of the main board.

Price Risk

The group is exposed to commodity price risk because of its operations. Given the size of the group's operations, the cost of managing exposure to price risk exceeds any potential benefits. The Board will revisit this policy if the group's operations change in size or nature.

Credit Risk

The group has implemented policies that require appropriate credit checks on potential customers before sales are conducted. These are constantly monitored to ensure that we meet the terms and conditions of our insurance underwriters. Credit limits are set and adhered to, unless over ridden by the Board of Directors.

Liquidity Risk

The group maintains both long term and short term finance that is designed to ensure that the group has sufficient available funds for operations and planned expansion or investment. Cash, debtors, and creditors are monitored and reported daily to the Board of Directors, on which they base their financial decisions. The group has implemented policies to ensure that it manages liquidity to maintain sufficient financial resources to meet obligations, as they fall due.

Interest Rate Cash Flow Risk

The group has both interest bearing investments and liabilities. Interest bearing assets include investments and cash balances which earn interest at varying rates. The group has a policy of maintaining debt at a fixed rate, to ensure certainty of future cash flows. The policy will be reviewed by the Board if the group's operations change in size or nature.

Employee Health and Safety

The health and safety of our employees, customers, and others, who could be affected by our activities is of paramount importance.

The group implements policies that are designed to continually assess, monitor, and improve working conditions, to reduce the risk of injury in all areas of the business.

Our approach is to act through practical support and training, by raising awareness to help prevent work related health issues. This is carried out by a team of senior members of staff through health, safety and fire risk assessments, which are conducted on a regular basis and reviewed by the Board.

Environmental Protection

The group does not produce toxic or dangerous waste, but it is aware of its responsibilities to the environment and the community in which it is located. Company/group policy dictates that we employ the services of professional waste disposal contractors to dispose of our general and packing waste, in a manner that adheres to the relevant legislation, thereby ensuring that most of this waste is recycled.

MOSS ELECTRICAL HOLDINGS LIMITED

GROUP STRATEGIC REPORT (CONTINUED) FOR THE YEAR ENDED 26 JUNE 2020

FINANCIAL KEY PERFORMANCE INDICATORS

The key performance indicators used by the group's management to assess the performance of the group are as follows:

Gross profit percentage

This is a key measure of the group's performance:

| | |
|--------------------|-------|
| As at 26 June 2020 | 21.4% |
| As at 30 June 2019 | 20.8% |
| As at 30 June 2018 | 20.5% |
| As at 30 June 2017 | 17.7% |
| As at 30 June 2016 | 15.5% |
| As at 28 June 2015 | 14.3% |
| As at 28 June 2014 | 22.5% |
| As at 29 June 2013 | 23.1% |

We are pleased with the relative consistency of gross profit margin considering the competitive nature of the trade.

OTHER KEY PERFORMANCE INDICATORS

A comprehensive measure of the group's non-financial performance is the maintenance of its ISO9001 and ISO14001 accreditations as well as its FORS certificate for its transportation system.

The group continues to meet society's demands for systems of internal control, infrastructure and commitment to the environment in which it operates to ensure relevant standards are not only achieved but also exceeded.

The Board of Directors for the group recognises its responsibilities to society and to the environment in general. With this in mind the Board continues to implement and monitor systems that reduce its carbon foot print and promotes a safe working environment for all its employees and anyone else affected by the group's day to day operations.

GOING CONCERN

The group has had to deal with the Coronavirus pandemic and the associated measures being put into place to deal with it. Whilst the company has undoubtedly suffered some initial adverse impact from this, the directors are however confident that as a result of the stringent measures put in place and the easing of lockdown restrictions in the UK, the group will be able to work through the temporary disruption and that the business plans are robust even in the current situation. Based on the above, the accounts have been prepared on a going concern basis.

This report was approved by the board and signed on its behalf.



Robert Moss
Director

Date:

25/11/20

MOSS ELECTRICAL HOLDINGS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 26 JUNE 2020

The directors present their report and the financial statements for the year ended 26 June 2020.

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the group strategic report, the directors' report and the consolidated 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the group's financial statements and then apply them consistently;
- make judgments 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 group 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 the group and to 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.

RESULTS AND DIVIDENDS

The loss for the year, after taxation and minority interests, amounted to £9,935 (2019 - profit £276,724).

DIRECTORS

The directors who served during the year were:

Robert Moss
Christopher Homer
Lindsey Goubel
Andrew Porter

DISCLOSURE OF INFORMATION TO AUDITORS

Each of the persons who are directors at the time when this directors' report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the company and the group's auditors are unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company and the group's auditors are aware of that information.

MOSS ELECTRICAL HOLDINGS LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 26 JUNE 2020**

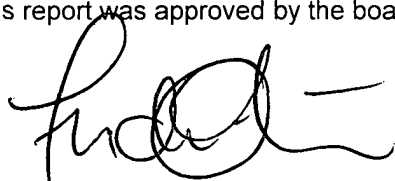
POST BALANCE SHEET EVENTS

There have been no significant events affecting the group since the year end other than the ongoing coronavirus pandemic as disclosed in the strategic report.

AUDITORS

The auditors, Barnes Roffe LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the board and signed on its behalf.



Andrew Porter
Director

Date:

25/11/20

MOSS ELECTRICAL HOLDINGS LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MOSS ELECTRICAL HOLDINGS LIMITED

OPINION

We have audited the financial statements of Moss Electrical Holdings Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 26 June 2020, which comprise the group statement of comprehensive income, the group and company balance sheets, the group statement of cash flows, the group and company statement of changes in equity and the related notes, 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's affairs as at 26 June 2020 and of the group's loss 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 United Kingdom, including the Financial Reporting Council'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 group's or the parent 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 included in the Annual Report, other than the financial statements and our auditors' report 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.

MOSS ELECTRICAL HOLDINGS LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MOSS ELECTRICAL HOLDINGS LIMITED (CONTINUED)

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.

OPINION 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 directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the group strategic report and the directors' report 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 directors' report.

We have nothing to report in respect of the following matters in relation to which 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 directors' responsibilities statement on page 4, 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 is 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.

MOSS ELECTRICAL HOLDINGS LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MOSS ELECTRICAL HOLDINGS LIMITED (CONTINUED)

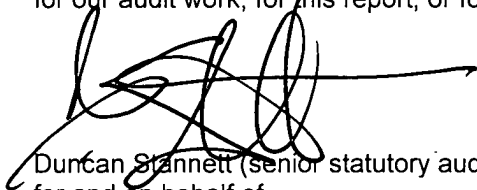
AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

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 an auditors' report 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 auditors' report.

USE OF OUR REPORT

This report is made solely to the company's members 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 an auditors' report 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 for our audit work, for this report, or for the opinions we have formed.



Duncan Stannett (senior statutory auditor)
for and on behalf of

Barnes Roffe LLP

Chartered Accountants

Statutory Auditor

Charles Lake House

Claire Causeway

Crossways Business Park

Dartford

Kent

DA2 6QA

Date:

25th November 2020

MOSS ELECTRICAL HOLDINGS LIMITED

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 26 JUNE 2020**

| | Note | 2020 £ | 2019 £ |
|--|------|------------------|------------------|
| Turnover | 4 | 25,085,544 | 33,174,714 |
| Cost of sales | | (19,722,513) | (26,165,251) |
| Gross profit | | 5,363,031 | 7,009,463 |
| Administrative expenses | | (5,623,010) | (6,810,534) |
| Other operating income | | 204,731 | - |
| Operating (loss)/profit | 6 | (55,248) | 198,929 |
| Amounts written off investments | | - | 67,837 |
| Interest receivable and similar income | 10 | 73,964 | 40,000 |
| Interest payable and expenses | 11 | (44,819) | (53,726) |
| (Loss)/profit before taxation | | (26,103) | 253,040 |
| Tax on (loss)/profit | 12 | (5,610) | - |
| (Loss)/profit for the financial year | | (31,713) | 253,040 |
| (Loss)/profit for the year attributable to: | | | |
| Non-controlling interests | | (21,778) | (23,684) |
| Owners of the parent company | | (9,935) | 276,724 |
| | | (31,713) | 253,040 |

There were no recognised gains and losses for 2020 or 2019 other than those included in the consolidated statement of comprehensive income.

There was no other comprehensive income for 2020 (2019:£NIL).

The notes on pages 18 to 33 form part of these financial statements.

MOSS ELECTRICAL HOLDINGS LIMITED
REGISTERED NUMBER: 04711651

CONSOLIDATED BALANCE SHEET
AS AT 26 JUNE 2020

| | Note | 26 June 2020 £ | 30 June 2019 £ |
|--|------|-------------------------|-------------------------|
| Fixed assets | | | |
| Tangible assets | 14 | 7,210,845 | 7,309,092 |
| Investments | 15 | 134,615 | - |
| | | <u>7,345,460</u> | <u>7,309,092</u> |
| Current assets | | | |
| Stocks | 16 | 1,941,079 | 2,822,882 |
| Debtors: amounts falling due within one year | 17 | 5,185,126 | 9,170,793 |
| Cash at bank and in hand | 18 | 1,467,229 | 1,566 |
| | | <u>8,593,434</u> | <u>11,995,241</u> |
| Creditors: amounts falling due within one year | 19 | (3,920,381) | (6,933,636) |
| Net current assets | | <u>4,673,053</u> | <u>5,061,605</u> |
| Total assets less current liabilities | | <u>12,018,513</u> | <u>12,370,697</u> |
| Creditors: amounts falling due after more than one year | 20 | (2,309,214) | (2,614,685) |
| Provisions for liabilities | | | |
| Deferred taxation | 21 | (17,571) | (17,571) |
| Net assets | | <u><u>9,691,728</u></u> | <u><u>9,738,441</u></u> |
| Capital and reserves | | | |
| Called up share capital | 22 | 117,012 | 117,012 |
| Share premium account | | 48,380 | 48,380 |
| Capital redemption reserve | | 44,957 | 44,957 |
| Other reserves | | 185,928 | 185,928 |
| Profit and loss account | | 9,107,909 | 9,152,638 |
| Equity attributable to owners of the parent company | | <u>9,504,186</u> | <u>9,548,915</u> |
| Non-controlling interests | | 187,542 | 189,526 |
| | | <u><u>9,691,728</u></u> | <u><u>9,738,441</u></u> |

MOSS ELECTRICAL HOLDINGS LIMITED
REGISTERED NUMBER: 04711651

CONSOLIDATED BALANCE SHEET (CONTINUED)
AS AT 26 JUNE 2020

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:



Andrew Porter
Director

Date:

26/11/20

The notes on pages 18 to 33 form part of these financial statements.

MOSS ELECTRICAL HOLDINGS LIMITED
REGISTERED NUMBER: 04711651

COMPANY BALANCE SHEET
AS AT 26 JUNE 2020

| | Note | 26 June 2020 £ | 30 June 2019 £ |
|---|------|-----------------------|-----------------------|
| Fixed assets | | | |
| Investments | 15 | 269,349 | 269,349 |
| Total assets less current liabilities | | 269,349 | 269,349 |
| Creditors: amounts falling due after more than one year | 20 | (40,302) | (40,302) |
| Net assets | | <u>229,047</u> | <u>229,047</u> |
| Capital and reserves | | | |
| Called up share capital | 22 | 117,012 | 117,012 |
| Share premium account | | 48,380 | 48,380 |
| Capital redemption reserve | | 44,957 | 44,957 |
| Profit and loss account | | 18,698 | 18,698 |
| | | <u>229,047</u> | <u>229,047</u> |

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:


Andrew Porter
 Director

Date: 25/11/20

The notes on pages 18 to 33 form part of these financial statements.

MOSS ELECTRICAL HOLDINGS LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 26 JUNE 2020

| | Called up share capital | Share premium account | Capital redemption reserve | Other reserves | Profit and loss account | Equity attributable to owners of parent | Non- controlling interests | Total equity |
|-------------------------------------|----------------------------|-----------------------------|----------------------------------|-------------------|----------------------------|--|----------------------------------|------------------|
| | £ | £ | £ | £ | £ | £ | £ | £ |
| At 1 July 2019 | 117,012 | 48,380 | 44,957 | 185,928 | 9,152,638 | 9,548,915 | 189,526 | 9,738,441 |
| Loss for the year | - | - | - | - | (9,935) | (9,935) | (21,778) | (31,713) |
| Purchase of own shares | - | - | - | - | (15,000) | (15,000) | - | (15,000) |
| On acquisition of minority interest | - | - | - | - | (19,794) | (19,794) | 19,794 | - |
| At 26 June 2020 | 117,012 | 48,380 | 44,957 | 185,928 | 9,107,909 | 9,504,186 | 187,542 | 9,691,728 |

The notes on pages 18 to 33 form part of these financial statements.

MOSS ELECTRICAL HOLDINGS LIMITED

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2019**

| | Called up share capital | Share premium account | Capital redemption reserve | Other reserves | Profit and loss account | Equity attributable to owners of parent | Non- controlling interests | Total equity |
|------------------------|----------------------------|-----------------------------|----------------------------------|-------------------|----------------------------|--|----------------------------------|------------------|
| | £ | £ | £ | £ | £ | £ | £ | £ |
| At 1 July 2018 | 117,012 | 48,380 | 44,957 | 185,928 | 8,875,914 | 9,272,191 | 213,210 | 9,485,401 |
| Profit for the year | - | - | - | - | 276,724 | 276,724 | (23,684) | 253,040 |
| At 30 June 2019 | 117,012 | 48,380 | 44,957 | 185,928 | 9,152,638 | 9,548,915 | 189,526 | 9,738,441 |

The notes on pages 18 to 33 form part of these financial statements.

MOSS ELECTRICAL HOLDINGS LIMITED

COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 26 JUNE 2020

| | Called up share capital | Share premium account | Capital redemption reserve | Profit and loss account | Total equity |
|-----------------|----------------------------|-----------------------------|----------------------------------|----------------------------|----------------|
| | £ | £ | £ | £ | £ |
| At 1 July 2019 | 117,012 | 48,380 | 44,957 | 18,698 | 229,047 |
| At 26 June 2020 | <u>117,012</u> | <u>48,380</u> | <u>44,957</u> | <u>18,698</u> | <u>229,047</u> |

COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2019

| | Called up share capital | Share premium account | Capital redemption reserve | Profit and loss account | Total equity |
|-----------------|----------------------------|-----------------------------|----------------------------------|----------------------------|----------------|
| | £ | £ | £ | £ | £ |
| At 1 July 2018 | 117,012 | 48,380 | 44,957 | 18,698 | 229,047 |
| At 30 June 2019 | <u>117,012</u> | <u>48,380</u> | <u>44,957</u> | <u>18,698</u> | <u>229,047</u> |

The notes on pages 18 to 33 form part of these financial statements.

MOSS ELECTRICAL HOLDINGS LIMITED

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 26 JUNE 2020**

| | 26 June 2020 £ | 30 June 2019 £ |
|---|-------------------------------|-------------------------------|
| Cash flows from operating activities | | |
| (Loss)/profit for the financial year | (31,713) | 253,040 |
| Adjustments for: | | |
| Depreciation of tangible fixed assets | 450,721 | 417,587 |
| Loss on disposal of tangible fixed assets | (41,339) | (116,687) |
| Government grants | (204,731) | - |
| Interest paid | 44,819 | 53,726 |
| Interest received | (73,964) | (40,000) |
| Taxation charge | 5,610 | - |
| Decrease/(increase) in stocks | 881,803 | (143,984) |
| Decrease/(increase) in debtors | 3,981,970 | (888,374) |
| Decrease in creditors | (2,900,003) | (1,116,581) |
| Corporation tax received/(paid) | 707 | (69,467) |
| Net cash generated from operating activities | 2,113,880 | (1,650,740) |
| Cash flows from investing activities | | |
| Purchase of tangible fixed assets | (359,733) | (426,484) |
| Sale of tangible fixed assets | 48,597 | 48,850 |
| Purchase of listed investments | - | (636,919) |
| Sale of listed investments | - | 704,756 |
| Purchase of unlisted and other investments | (134,615) | - |
| Acquisition of minority interest | (15,000) | - |
| Government grants received | 204,731 | - |
| Interest received | 73,964 | 40,000 |
| HP interest paid | - | (140) |
| Net cash from investing activities | (182,056) | (269,937) |

MOSS ELECTRICAL HOLDINGS LIMITED

CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE YEAR ENDED 26 JUNE 2020

| | 26 June 2020 £ | 30 June 2019 £ |
|---|-------------------------------|-------------------------------|
| Cash flows from financing activities | | |
| Repayment of loans | (301,076) | (293,584) |
| Repayment of/new finance leases | - | (8,600) |
| Interest paid | (44,819) | (53,586) |
| Net cash used in financing activities | (345,895) | (355,770) |
| Net increase/(decrease) in cash and cash equivalents | 1,585,929 | (2,276,447) |
| Cash and cash equivalents at beginning of year | (343,229) | 1,933,218 |
| Cash and cash equivalents at the end of year | 1,242,700 | (343,229) |
| Cash and cash equivalents at the end of year comprise: | | |
| Cash at bank and in hand | 1,467,229 | 1,566 |
| Bank overdrafts | (224,529) | (344,795) |
| | 1,242,700 | (343,229) |

The notes on pages 18 to 33 form part of these financial statements.

MOSS ELECTRICAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 26 JUNE 2020

1. GENERAL INFORMATION

Moss Electrical Holdings Limited is a private company limited by shares and incorporated in England and Wales. The address of the registered office is Maxmor House, Sandpit Road, Dartford, Kent, DA1 5BU. The principal activity of the company during the year has been that of a holding company for Moss Electrical Company Limited, Moss Electrical (NW) Co Limited and Moss Electrical (SW) Co Limited.

2. ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires group management to exercise judgment in applying the group's accounting policies (see note 3).

The company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own statement of comprehensive income in these financial statements.

The following principal accounting policies have been applied:

2.2 BASIS OF CONSOLIDATION

The consolidated financial statements present the results of the company and its own subsidiaries ("the group") as if they form a single entity. Intercompany transactions and balances between group companies are therefore eliminated in full.

The consolidated financial statements incorporate the results of business combinations using the purchase method. In the balance sheet, the acquiree's identifiable assets, liabilities and contingent liabilities are initially recognised at their fair values at the acquisition date. The results of acquired operations are included in the consolidated statement of comprehensive income from the date on which control is obtained. They are deconsolidated from the date control ceases.

2.3 GOING CONCERN

The group has had to deal with the Coronavirus pandemic and the associated measures being put into place to deal with it. Whilst the group has undoubtedly suffered some initial adverse impact from this, the directors are however confident that as a result of the stringent measures put in place and the easing of lockdown restrictions in the UK, the group will be able to work through the temporary disruption and that the business plans are robust even in the current situation. On the basis of the above the accounts have been prepared on the going concern basis.

MOSS ELECTRICAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 26 JUNE 2020

2. ACCOUNTING POLICIES (CONTINUED)

2.4 FOREIGN CURRENCY TRANSLATION

Functional and presentation currency

The group's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

2.5 REVENUE

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the group and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the group has transferred the significant risks and rewards of ownership to the buyer;
- the group retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the group will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

2.6 OPERATING LEASES: THE GROUP AS LESSEE

Rentals paid under operating leases are charged to the consolidated statement of comprehensive income on a straight line basis over the lease term.

2.7 LEASED ASSETS: THE GROUP AS LESSEE

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the consolidated statement of comprehensive income so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

MOSS ELECTRICAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 26 JUNE 2020

2. ACCOUNTING POLICIES (CONTINUED)

2.8 GOVERNMENT GRANTS

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to the consolidated statement of comprehensive income at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the consolidated statement of comprehensive income in the same period as the related expenditure.

2.9 INTEREST INCOME

Interest income is recognised in the consolidated statement of comprehensive income using the effective interest method.

2.10 FINANCE COSTS

Finance costs are charged to the consolidated statement of comprehensive income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.11 BORROWING COSTS

All borrowing costs are recognised in the consolidated statement of comprehensive income in the year in which they are incurred.

2.12 PENSIONS

Defined contribution pension plan

The group operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the group pays fixed contributions into a separate entity. Once the contributions have been paid the group has no further payment obligations.

The contributions are recognised as an expense in the consolidated statement of comprehensive income when they fall due. Amounts not paid are shown in accruals as a liability in the balance sheet. The assets of the plan are held separately from the group in independently administered funds.

MOSS ELECTRICAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 26 JUNE 2020

2. ACCOUNTING POLICIES (CONTINUED)

2.13 CURRENT AND DEFERRED TAXATION

The tax expense for the year comprises current and deferred tax. Tax is recognised in the consolidated statement of comprehensive income, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the company and the group operate and generate income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits;
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met; and
- Where they relate to timing differences in respect of interests in subsidiaries, associates, branches and joint ventures and the group can control the reversal of the timing differences and such reversal is not considered probable in the foreseeable future.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

2.14 DEBT FACTORING

The group factors its trade debts. The accounting policy is to include trade debtors factored with recourse within trade debtors due within one year and the returnable element of proceeds is recorded within other creditors due within one year. Factoring fees and interest are charged to the profit and loss account when paid. Bad debts are borne by the company and are charged to the profit and loss account when incurred.

2.15 RESEARCH AND DEVELOPMENT

Research and development expenditure is written off in the year in which it is incurred.

2.16 TANGIBLE FIXED ASSETS

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

MOSS ELECTRICAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 26 JUNE 2020

2. ACCOUNTING POLICIES (CONTINUED)

2.16 TANGIBLE FIXED ASSETS (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following bases:

| | |
|-----------------------|----------------|
| Land and buildings | - 5 - 99 years |
| Plant and machinery | - 4 years |
| Motor vehicles | - 4 years |
| Fixtures and fittings | - 4 years |
| Computer equipment | - 3 years |

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the consolidated statement of comprehensive income.

2.17 VALUATION OF INVESTMENTS

Investments in subsidiaries are measured at cost less accumulated impairment.

2.18 STOCKS

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the replacement value.

At each balance sheet date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

2.19 DEBTORS

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.20 CASH AND CASH EQUIVALENTS

Cash is represented by 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.

In the consolidated statement of cash flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the group's cash management.

MOSS ELECTRICAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 26 JUNE 2020

2. ACCOUNTING POLICIES (CONTINUED)

2.21 CREDITORS

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.22 PROVISIONS FOR LIABILITIES

Provisions are made where an event has taken place that gives the group a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to the consolidated statement of comprehensive income in the year that the group becomes aware of the obligation, and are measured at the best estimate at the balance sheet date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the balance sheet.

2.23 FINANCIAL INSTRUMENTS

The group only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

3. JUDGMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION UNCERTAINTY

a) Critical judgements in applying the company's accounting policies

No significant judgements have been made by management in the preparation of the financial statements.

b) Key accounting estimates and assumptions

The company has made key assumptions regarding the useful economic life of tangible fixed assets and this is further described in note 2.1b of the accounting policies.

The company holds a significant amount of stock and is subject to changing customer demands and industry trends. As a result it is necessary to consider the recoverability of the cost of stock and the associated provisioning required. When calculating the stock provision, management considers the nature and condition of the stock, as well as applying assumptions around the anticipated saleability of the stock. As per note 13 the value of stock as at 30 June 2019 is £2,722,267 (2018: £2,678,898) and this includes a stock provision of £1,087,815 (2018: £1,917,227).

MOSS ELECTRICAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 26 JUNE 2020

4. TURNOVER

Analysis of turnover by country of destination:

| | 2020 £ | 2019 £ |
|-------------------|-------------------|-------------------|
| United Kingdom | 24,912,578 | 33,014,184 |
| Rest of the world | 172,966 | 160,530 |
| | <u>25,085,544</u> | <u>33,174,714</u> |

5. OTHER OPERATING INCOME

| | 2020 £ | 2019 £ |
|------------------------------|----------------|-----------|
| Government grants receivable | 204,731 | - |
| | <u>204,731</u> | <u>-</u> |

6. OPERATING (LOSS)/PROFIT

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

| | 2020 £ | 2019 £ |
|---------------------------------------|-----------|-----------|
| Depreciation of tangible fixed assets | 638,901 | 417,587 |
| Other operating lease rentals | 463,438 | 136,185 |
| Defined contribution pension costs | 163,994 | 130,476 |
| | <u></u> | <u></u> |

7. AUDITORS' REMUNERATION

| | 2020 £ | 2019 £ |
|---|-----------|-----------|
| Fees payable to the group's auditor and its associates for the audit of the group's annual accounts | 29,747 | 32,405 |
| | <u></u> | <u></u> |

MOSS ELECTRICAL HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 26 JUNE 2020**

8. EMPLOYEES

Staff costs, including directors' remuneration, were as follows:

| | Group 26 June 2020 £ | <i>Group 30 June 2019 £</i> | Company 26 June 2020 £ | <i>Company 30 June 2019 £</i> |
|-----------------------|---|---|---|---|
| Wages and salaries | 4,261,374 | 4,335,133 | - | - |
| Social security costs | 337,981 | 354,610 | - | - |
| Wages and salaries | <u>4,261,374</u> | <u>4,335,133</u> | <u>-</u> | <u>-</u> |

The average monthly number of employees, including the directors, during the year was as follows:

| | 2020 No. | <i>2019 No.</i> |
|-----------------------------|---------------------|---------------------|
| Directors | 8 | 8 |
| Office management and other | 17 | 17 |
| Sales | 22 | 22 |
| Transport and Warehouse | 47 | 47 |
| | <u>94</u> | <u>94</u> |

The company has no employees other than the directors, who did not receive any remuneration (2019 - £NIL)

9. DIRECTORS' REMUNERATION

| | 2020 £ | <i>2019 £</i> |
|---|-------------------|-------------------|
| Directors' emoluments | 915,615 | 866,505 |
| Company contributions to defined contribution pension schemes | 24,033 | 36,900 |
| | <u>939,648</u> | <u>903,405</u> |

During the year there were no retirement benefits accruing to directors (2019 - 4) in respect of defined contribution pension schemes.

The highest paid director received remuneration of £423,460 (2019 - £358,591).

The value of the company's contributions paid to a defined contribution pension scheme in respect of the highest paid director amounted to £NIL (2019 - £10,000).

MOSS ELECTRICAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 26 JUNE 2020

10. INTEREST RECEIVABLE

| | 2020 £ | 2019 £ |
|-------------------------------|---------------|---------------|
| Bank loan interest receivable | <u>73,964</u> | <u>40,000</u> |

11. INTEREST PAYABLE AND SIMILAR EXPENSES

| | 2020 £ | 2019 £ |
|--|---------------|---------------|
| Bank interest payable | 43,805 | 53,485 |
| Other loan interest payable | 1,014 | 101 |
| Finance leases and hire purchase contracts | - | 140 |
| | <u>44,819</u> | <u>53,726</u> |

12. TAXATION

| | 2020 £ | 2019 £ |
|-------------------------------------|--------------|-----------|
| CORPORATION TAX | | |
| Current tax on profits for the year | 5,610 | - |
| TOTAL CURRENT TAX | <u>5,610</u> | <u>-</u> |

MOSS ELECTRICAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 26 JUNE 2020

12. TAXATION (CONTINUED)

FACTORS AFFECTING TAX CHARGE FOR THE YEAR

The tax assessed for the year is higher than (2019 - lower than) the standard rate of corporation tax in the UK of 19% (2019 - 19%). The differences are explained below:

| | 2020 £ | 2019 £ |
|--|--------------|-----------|
| Profit on ordinary activities before tax | (26,103) | 253,040 |
| Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2019 - 19%) | (4,960) | 48,078 |
| EFFECTS OF: | | |
| Expenses not deductible for tax purposes, other than goodwill amortisation and impairment | 5,871 | 22,312 |
| Depreciation for year in excess of capital allowances | 12,148 | (14,447) |
| Non-taxable income | (7,854) | (22,171) |
| Adjustment in research and development tax credit leading to a decrease in the tax charge | - | (46,954) |
| Capital gains | - | 12,889 |
| Unrelieved tax losses carried forward | 405 | 293 |
| TOTAL TAX CHARGE FOR THE YEAR | 5,610 | - |

FACTORS THAT MAY AFFECT FUTURE TAX CHARGES

There were no factors that may affect future tax charges.

13. PARENT COMPANY PROFIT FOR THE YEAR

The company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own statement of comprehensive income in these financial statements. The profit after tax of the parent company for the year was £NIL (2019 - £NIL).

MOSS ELECTRICAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 26 JUNE 2020

14. TANGIBLE FIXED ASSETS

Group

| | Land & buildings £ | Plant and machinery £ | Motor vehicles £ | Fixtures and fittings £ | Total £ |
|--------------------------|--------------------------|-----------------------------|------------------------|-------------------------------|------------|
| COST OR VALUATION | | | | | |
| At 1 July 2019 | 8,177,256 | 1,621,147 | 653,721 | 522,867 | 10,974,991 |
| Additions | 25,159 | 153,235 | 169,172 | 12,167 | 359,733 |
| Disposals | - | (30,995) | (215,679) | - | (246,674) |
| At 26 June 2020 | 8,202,415 | 1,743,387 | 607,214 | 535,034 | 11,088,050 |
| DEPRECIATION | | | | | |
| At 1 July 2019 | 2,224,528 | 653,150 | 328,953 | 459,268 | 3,665,899 |
| Charge for the year | 174,061 | 87,517 | 157,014 | 32,130 | 450,722 |
| Disposals | - | (30,995) | (208,421) | - | (239,416) |
| At 26 June 2020 | 2,398,589 | 709,672 | 277,546 | 491,398 | 3,877,205 |
| NET BOOK VALUE | | | | | |
| At 26 June 2020 | 5,803,826 | 1,033,715 | 329,668 | 43,636 | 7,210,845 |
| At 30 June 2019 | 5,952,728 | 967,997 | 324,768 | 63,599 | 7,309,092 |

The net book value of land and buildings may be further analysed as follows:

| | 26 June 2020 £ | 30 June 2019 £ |
|-----------------|----------------------|----------------------|
| Long leasehold | 5,793,511 | 5,939,977 |
| Short leasehold | 10,315 | 12,751 |
| | 5,803,826 | 5,952,728 |

MOSS ELECTRICAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 26 JUNE 2020

15. FIXED ASSET INVESTMENTS

Company

| | Investments in subsidiary companies £ |
|--------------------------|---|
| COST OR VALUATION | |
| At 1 July 2019 | 269,349 |
| At 26 June 2020 | <u>269,349</u> |

SUBSIDIARY UNDERTAKINGS

The following were subsidiary undertakings of the company:

| Name | Class of shares | Holding |
|------------------------------|--------------------|---------|
| Moss Electrical Co Limited | Ordinary | 100% |
| Moss Electrical (NW) Limited | Ordinary | 100% |
| Moss Electrical (SW) Limited | Ordinary | 80% |

The aggregate of the share capital and reserves as at 26 June 2020 and the profit or loss for the year ended on that date for the subsidiary undertakings were as follows:

| Name | Aggregate of share capital and reserves £ | Profit/(Loss) £ |
|------------------------------|---|--------------------|
| Moss Electrical Co Limited | 8,818,687 | 142,654 |
| Moss Electrical (NW) Limited | (72,344) | (149,619) |
| Moss Electrical (SW) Limited | 788,111 | (16,545) |

MOSS ELECTRICAL HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 26 JUNE 2020**

16. STOCKS

| | Group 26 June 2020 £ | Group 30 June 2019 £ | Company 26 June 2020 £ | Company 30 June 2019 £ |
|-------------------------------------|---|---|---|---|
| Finished goods and goods for resale | 1,941,079 | 2,822,882 | - | - |

The difference between purchase price or production cost of stocks and their replacement cost is not material.

17. DEBTORS

| | Group 26 June 2020 £ | Group 30 June 2019 £ |
|--------------------------------|---|---|
| Trade debtors | 4,298,025 | 7,616,909 |
| Other debtors | 590,357 | 1,409,831 |
| Prepayments and accrued income | 296,744 | 144,053 |
| | 5,185,126 | 9,170,793 |

18. CASH AND CASH EQUIVALENTS

| | Group 26 June 2020 £ | Group 30 June 2019 £ |
|--------------------------|---|---|
| Cash at bank and in hand | 1,467,229 | 1,566 |
| Less: bank overdrafts | (224,529) | (344,795) |
| | 1,242,700 | (343,229) |

MOSS ELECTRICAL HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 26 JUNE 2020**

19. CREDITORS: Amounts falling due within one year

| | Group 26 June 2020 £ | Group 30 June 2019 £ | Company 26 June 2020 £ | Company 30 June 2019 £ |
|------------------------------------|-------------------------------|-------------------------------|---------------------------------|---------------------------------|
| Bank overdrafts | 224,529 | 344,795 | - | - |
| Bank loans | 309,040 | 304,645 | - | - |
| Trade creditors | 2,006,115 | 4,534,369 | - | - |
| Corporation tax | 2,619 | - | - | - |
| Other taxation and social security | 220,780 | 424,861 | - | - |
| Accruals and deferred income | 1,157,298 | 1,324,966 | - | - |
| | <u>3,920,381</u> | <u>6,933,636</u> | <u>-</u> | <u>-</u> |

20. CREDITORS: Amounts falling due after more than one year

| | Group 26 June 2020 £ | Group 30 June 2019 £ | Company 26 June 2020 £ | Company 30 June 2019 £ |
|------------------------------------|-------------------------------|-------------------------------|---------------------------------|---------------------------------|
| Bank loans | 2,309,214 | 2,614,685 | - | - |
| Amounts owed to group undertakings | - | - | 40,302 | 40,302 |
| | <u>2,309,214</u> | <u>2,614,685</u> | <u>40,302</u> | <u>40,302</u> |

Secured loans

Bank loans and overdrafts are secured by a debenture incorporating a fixed and floating charge over all property and assets present and future including goodwill, book debts, uncalled capital, buildings, fixtures and fixed plant and machinery.

21. DEFERRED TAXATION

Group

| | 2020 £ | 2019 £ |
|-----------------------|---------------|---------------|
| At beginning of year | 17,571 | 17,571 |
| AT END OF YEAR | <u>17,571</u> | <u>17,571</u> |

MOSS ELECTRICAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 26 JUNE 2020

21. DEFERRED TAXATION (CONTINUED)

The provision for deferred taxation is made up as follows:

| | Group 26 June 2020 £ | Group 30 June 2019 £ |
|--------------------------------|---|---|
| Accelerated capital allowances | 17,571 | 17,571 |

22. SHARE CAPITAL

| | 26 June 2020 £ | 30 June 2019 £ |
|--|-------------------------------|-------------------------------|
| Allotted, called up and fully paid | | |
| 11,701,200 (2019 - 11,701,200) Ordinary shares of £0.01 each | 117,012 | 117,012 |

23. PENSION COMMITMENTS

The group operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund. The pension cost charge represents contributions payable by the group to the fund and amounted to £163,994 (2019: £130,476). Contributions totalling £16,132 (2019: £19,246) were payable to the fund at the balance sheet date.

MOSS ELECTRICAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 26 JUNE 2020

24. COMMITMENTS UNDER OPERATING LEASES

At 26 June 2020 the group and the company had future minimum lease payments under non-cancellable operating leases as follows:

| | Group 26 June 2020 £ | Group 30 June 2019 £ |
|--|---|---|
| Land and buildings | | |
| Not later than 1 year | 171,250 | 171,250 |
| Later than 1 year and not later than 5 years | 292,188 | 398,438 |
| | 463,438 | 569,688 |
| | | |
| | Group 26 June 2020 £ | Group 30 June 2019 £ |
| Other | | |
| Not later than 1 year | | 948 |

25. CONTROLLING PARTY

Robert Moss, the majority shareholder and Managing Director of Moss Electrical Holdings Limited, is the ultimate controlling party.