

Company registration number 04761374 (England and Wales)

GOWER TIMBER LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021
PAGES FOR FILING WITH REGISTRAR

GOWER TIMBER LIMITED

CONTENTS

	Page
Balance sheet	1
Statement of changes in equity	2
Notes to the financial statements	3 - 8

GOWER TIMBER LIMITED**BALANCE SHEET****AS AT 30 SEPTEMBER 2021**

		2021	2020
	Notes	£	£
Fixed assets			
Tangible assets	3	76,749	89,915
Investments	4	4,501	4,501
		<u>81,250</u>	<u>94,416</u>
Current assets			
Stocks		654,757	391,590
Debtors	6	506,426	306,574
Cash at bank and in hand		893,440	973,449
		<u>2,054,623</u>	<u>1,671,613</u>
Creditors: amounts falling due within one year	7	<u>(744,545)</u>	<u>(533,970)</u>
Net current assets		<u>1,310,078</u>	<u>1,137,643</u>
Total assets less current liabilities		<u>1,391,328</u>	<u>1,232,059</u>
Provisions for liabilities		<u>(14,582)</u>	<u>(17,084)</u>
Net assets		<u><u>1,376,746</u></u>	<u><u>1,214,975</u></u>
Capital and reserves			
Called up share capital		2	2
Profit and loss reserves		1,376,744	1,214,973
Total equity		<u><u>1,376,746</u></u>	<u><u>1,214,975</u></u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

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

The financial statements were approved by the board of directors and authorised for issue on 28 June 2022 and are signed on its behalf by:

Mr W A Godfrey
Director

Company Registration No. 04761374

GOWER TIMBER LIMITED**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

	Share capital	Profit and loss reserves	Total
Notes	£	£	£
Balance at 1 October 2019	2	929,806	929,808
Year ended 30 September 2020:			
Profit and total comprehensive income for the year	-	285,167	285,167
Balance at 30 September 2020	2	1,214,973	1,214,975
Year ended 30 September 2021:			
Profit and total comprehensive income for the year	-	561,771	561,771
Dividends	-	(400,000)	(400,000)
Balance at 30 September 2021	2	1,376,744	1,376,746

The profit and loss reserve represents cumulative profits or losses, net of dividends paid and other adjustments.

GOWER TIMBER LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2021

1 Accounting policies

Company information

Gower Timber Limited is a private company limited by shares incorporated in England and Wales. The registered office is C/o Robert Price (Builders Merchants) Ltd, Park Road, Abergavenny, Monmouthshire, United Kingdom, NP7 5PF. The principal place of business is Gower Timber Limited, Station Road, Pen-clawdd, Swansea SA4 3XN.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

This company is a qualifying entity for the purposes of FRS 102, being a member of a group where the parent of that group prepares publicly available consolidated financial statements, including this company, which are intended to give a true and fair view of the assets, liabilities, financial position and profit or loss of the group. The company has therefore taken advantage of exemptions from the following disclosure requirements:

- Section 7 'Statement of Cash Flows': Presentation of a statement of cash flow and related notes and disclosures;
- Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instrument Issues': Interest income/expense and net gains/losses for each category of financial instrument; basis of determining fair values; details of collateral, loan defaults or breaches, details of hedges, hedging fair value changes recognised in profit or loss and in other comprehensive income;
- Section 26 'Share based Payment': Share-based payment expense charged to profit or loss, reconciliation of opening and closing number and weighted average exercise price of share options, how the fair value of options granted was measured, measurement and carrying amount of liabilities for cash-settled share-based payments, explanation of modifications to arrangements;
- Section 33 'Related Party Disclosures': Compensation for key management personnel.

The financial statements of the company are consolidated in the financial statements of Robert Price & Sons Limited. These consolidated financial statements are available from its registered office, Park Road, Abergavenny, Monmouthshire, United Kingdom, NP7 5PF.

1.2 Going concern

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

1.3 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

GOWER TIMBER LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

1 Accounting policies **(Continued)**

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and equipment	10% or 25% on cost
Motor vehicles	10% or 25% on cost

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.5 Fixed asset investments

Fixed asset investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

1.6 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at the lower of cost and replacement cost, adjusted where applicable for any loss of service potential.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.7 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

1.8 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

GOWER TIMBER LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

1 Accounting policies

(Continued)

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.9 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

1.10 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.11 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2021	2020
	Number	Number
Total	14	14

GOWER TIMBER LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

3 Tangible fixed assets

	Plant and equipment	Motor vehicles	Total
	£	£	£
Cost			
At 1 October 2020 and 30 September 2021	95,986	56,618	152,604
Depreciation and impairment			
At 1 October 2020	24,878	37,811	62,689
Depreciation charged in the year	9,294	3,872	13,166
At 30 September 2021	34,172	41,683	75,855
Carrying amount			
At 30 September 2021	61,814	14,935	76,749
At 30 September 2020	71,108	18,807	89,915

4 Fixed asset investments

	2021	2020
	£	£
Other investments other than loans	4,501	4,501

5 Financial instruments

	2021	2020
	£	£
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	4,501	4,501

6 Debtors

	2021	2020
	£	£
Amounts falling due within one year:		
Trade debtors	491,164	289,893
Corporation tax recoverable	-	5,507
Other debtors	15,262	11,174
	506,426	306,574

GOWER TIMBER LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021****7 Creditors: amounts falling due within one year**

	2021	2020
	£	£
Trade creditors	141,532	203,856
Amounts owed to group undertakings	410,483	253,401
Corporation tax	115,246	-
Other taxation and social security	69,764	50,228
Other creditors	7,520	26,485
	<u>744,545</u>	<u>533,970</u>

8 Audit report information

As the income statement has been omitted from the filing copy of the financial statements, the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditor's report was unqualified.

The senior statutory auditor was Mr John Griffiths and the auditor was UHY Hacker Young.

9 Operating lease commitments

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

2021	2020
£	£
73,500	4,526

10 Related party transactions

The company has taken advantage of the exemption, under the terms of FRS 102, Section 33.1A, from disclosing related party transactions with wholly owned subsidiaries within the group.

At the year end the company owed £400,000 (2020: £nil) to Robert Price & Sons Limited, parent company. This amount is included within creditors due within one year.

At the year end the company owed £10,483 (2020: £253,401) to Robert Price (Builders Merchants) Limited, fellow group company. This amount is included within creditors due within one year.

During the year the company purchased goods and services in the normal course of business from P. Davies and Sons Limited a company related by common directorships for £14,361 (2020: £15,617). At the year end the amount due to P Davies and Sons Limited was £nil (2020: £8,678). This amount is included within creditors due within one year.

GOWER TIMBER LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

11 Parent company

The immediate and ultimate parent company is Robert Price & Sons Limited.

Robert Price & Sons Limited is the parent of the largest and smallest group of which the company is a member and for which consolidated financial statements are prepared. Copies of the consolidated financial statements of Robert Price & Sons Limited are available from the company's registered office; Park Road, Abergavenny, Monmouthshire, NP7 5PF.

As at the balance sheet date the ultimate controlling party is considered to be Mr W A Godfrey, by virtue of his shareholding in the ultimate parent company.

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.