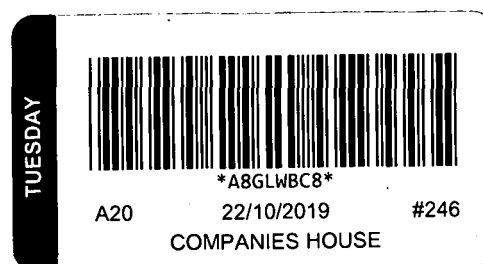


REGISTERED NUMBER: 06011477 (England and Wales)

**Audited Financial Statements for the Year Ended 30 April 2019**

**for**

**F W Morgan Limited**



DHB Accountants Limited  
Chartered Accountants  
Statutory Auditors  
110 Whitchurch Road  
Cardiff  
CF14 3LY



**Contents of the Financial Statements  
for the Year Ended 30 April 2019**

	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Balance Sheet</b>	<b>2</b>
<b>Notes to the Financial Statements</b>	<b>3</b>

**F W Morgan Limited**  
**Company Information**  
**for the Year Ended 30 April 2019**

**DIRECTORS:**

M J Britton  
C Britton  
D J Curtin  
N Evans  
M Roberts  
P Spillane

**REGISTERED OFFICE:**

Units 3 & 4  
Wharfedale Road  
Pentwyn  
Cardiff  
CF23 7HB

**REGISTERED NUMBER:**

06011477 (England and Wales)

**SENIOR STATUTORY AUDITOR:** Dawn Bray BSc ACA ATII

**AUDITORS:**

DHB Accountants Limited  
Chartered Accountants  
Statutory Auditors  
110 Whitchurch Road  
Cardiff  
CF14 3LY

**Balance Sheet**  
**30 April 2019**

	Notes	2019 £	2018 £
<b>FIXED ASSETS</b>			
Tangible assets	4	323,722	178,172
Investments	5	29,725	29,725
Investment property	6	267,505	267,505
		<u>620,952</u>	<u>475,402</u>
<b>CURRENT ASSETS</b>			
Stocks		1,612,230	1,143,871
Debtors	7	1,648,430	1,488,011
Cash in hand		545	864
		<u>3,261,205</u>	<u>2,632,746</u>
<b>CREDITORS</b>			
Amounts falling due within one year	8	<u>3,168,087</u>	<u>2,544,216</u>
<b>NET CURRENT ASSETS</b>		<u>93,118</u>	<u>88,530</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>714,070</u>	<u>563,932</u>
<b>CREDITORS</b>			
Amounts falling due after more than one year	9	(220,629)	(190,602)
<b>PROVISIONS FOR LIABILITIES</b>		<u>(31,945)</u>	<u>(6,391)</u>
<b>NET ASSETS</b>		<u><u>461,496</u></u>	<u><u>366,939</u></u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital		400,000	400,000
Retained earnings		61,496	(33,061)
<b>SHAREHOLDERS' FUNDS</b>		<u><u>461,496</u></u>	<u><u>366,939</u></u>

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 22 October 2019 and were signed on its behalf by:



M J Britton - Director

**Notes to the Financial Statements  
for the Year Ended 30 April 2019**

**1. STATUTORY INFORMATION**

F W Morgan Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements are prepared in Pounds Sterling.

**Turnover**

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

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery etc - 20% on cost and at varying rates on cost

**Investment property**

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in profit or loss.

**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 Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

*Current or deferred taxation assets and liabilities are not discounted.*

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

**Notes to the Financial Statements - continued  
for the Year Ended 30 April 2019**

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

**Investments**

Fixed asset investments are shown at cost less provision for impairment. Current asset investments are stated at the lower of cost and net realisable value.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 23 (2018 - 22).

**4. TANGIBLE FIXED ASSETS**

	Land and buildings £	Plant and machinery etc £	Totals £
<b>COST</b>			
At 1 May 2018	232,084	826,980	1,059,064
Additions	-	230,468	230,468
Disposals	-	(64,293)	(64,293)
Reclassification/transfer	(2,544)	(11,185)	(13,729)
At 30 April 2019	229,540	981,970	1,211,510
<b>DEPRECIATION</b>			
At 1 May 2018	92,429	788,463	880,892
Charge for year	41,453	92,339	133,792
Eliminated on disposal	-	(58,202)	(58,202)
Reclassification/transfer	54,270	(122,964)	(68,694)
At 30 April 2019	188,152	699,636	887,788
<b>NET BOOK VALUE</b>			
At 30 April 2019	41,388	282,334	323,722
At 30 April 2018	139,655	38,517	178,172

Notes to the Financial Statements - continued  
for the Year Ended 30 April 2019

4. **TANGIBLE FIXED ASSETS - continued**

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

	Plant and machinery etc £
<b>COST</b>	
At 1 May 2018	127,935
Additions	213,013
Transfer to ownership	(55,263)
	<hr/>
At 30 April 2019	285,685
	<hr/>
<b>DEPRECIATION</b>	
At 1 May 2018	46,188
Charge for year	41,844
Transfer to ownership	(42,405)
	<hr/>
At 30 April 2019	45,627
	<hr/>
<b>NET BOOK VALUE</b>	
At 30 April 2019	240,058
	<hr/>
At 30 April 2018	81,747
	<hr/>

5. **FIXED ASSET INVESTMENTS**

	Other investments £
<b>COST</b>	
At 1 May 2018 and 30 April 2019	50,300
	<hr/>
<b>PROVISIONS</b>	
At 1 May 2018 and 30 April 2019	20,575
	<hr/>
<b>NET BOOK VALUE</b>	
At 30 April 2019	29,725
	<hr/>
At 30 April 2018	29,725
	<hr/>

6. **INVESTMENT PROPERTY**

	Total £
<b>FAIR VALUE</b>	
At 1 May 2018 and 30 April 2019	267,505
	<hr/>
<b>NET BOOK VALUE</b>	
At 30 April 2019	267,505
	<hr/>
At 30 April 2018	267,505
	<hr/>

Notes to the Financial Statements - continued  
for the Year Ended 30 April 2019

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Trade debtors	1,434,167	1,285,276
Amounts owed by associates	5,730	5,730
Other debtors	208,533	197,005
	<u>1,648,430</u>	<u>1,488,011</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Bank loans and overdrafts	617,387	427,267
Hire purchase contracts	56,576	28,712
Trade creditors	1,508,067	852,721
Amounts owed to group undertakings	132,335	192,335
Taxation and social security	28,272	108,218
Other creditors	825,450	934,963
	<u>3,168,087</u>	<u>2,544,216</u>

The amount due to the company's bank is secured by a fixed and floating debenture over the assets of the company. Other creditors is an amount due under Invoice Discounting arrangements and is secured by way of fixed charge over the book debts of the company included in note 6.

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

	2019	2018
	£	£
Bank loans	88,632	158,326
Hire purchase contracts	131,997	32,276
	<u>220,629</u>	<u>190,602</u>

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

The Report of the Auditors was unqualified.

Dawn Bray BSc ACA ATII (Senior Statutory Auditor)  
for and on behalf of DHB Accountants Limited

11. RELATED PARTY DISCLOSURES

Included within creditors as at 30 April 2019 was £132,335 (2018: £192,335 ) due to the holding company Brittons Holdings Limited. During the year interest was charged on this loan in the amount of £0 (2018 £6,930)

In addition a management charge of £8,000 has been charged by the holding company Brittons Holdings Limited.

Included within other debtors is £5,730 due from an associated company of the group

12. ULTIMATE CONTROLLING PARTY

The ultimate controlling party of the company by virtue of its shareholding is considered by the directors to be Brittons Holdings Limited a company incorporated in England and Wales. A copy of their accounts can be obtained from the Registrar of Companies



**Notes to the Financial Statements - continued  
for the Year Ended 30 April 2019**

**13. SHAREHOLDER'S FUNDS**

Shareholders funds of £461,496 (2018 : £366,939) are attributable to equity shareholders

**Consolidated Trading and Profit and Loss Account  
for the Year Ended 30 April 2019**

	2019		2018	
	£	£	£	£
<b>Turnover</b>				
Sales	10,577,694		9,702,307	
Rental Income	477,865		478,383	
	<hr/>	11,055,559	<hr/>	10,180,690
<b>Cost of sales</b>				
Opening stock	1,470,566		1,591,469	
Purchases	8,261,310		6,970,793	
Motor expenses	58,419		60,412	
Mill expenses	47,960		36,203	
Wages	275,895		265,794	
Pensions	7,727		6,182	
Depreciation of tangible fixed assets				
Plant and machinery	5,581		8,902	
	<hr/>		<hr/>	
	10,127,458		8,939,755	
Raw materials and consumables	(1,981,571)		(1,470,566)	
	<hr/>	8,145,887	<hr/>	7,469,189
<b>GROSS PROFIT</b>		2,909,672		2,711,501
<b>Other income</b>				
Rents received	7,397		6,433	
Deposit account interest	957		2,855	
	<hr/>	8,354	<hr/>	9,288
		2,918,026		2,720,789
<b>Expenditure</b>				
Wages	193,142		273,247	
Social security	16,169		19,521	
Other direct costs	85,136		24,498	
Distribution vehicle expenses	118,563		107,504	
No description	21,939		6,493	
No description	1,863		517	
Directors' salaries	296,630		232,350	
Directors' social security	20,989		12,639	
Directors' pension contributions	15,900		17,767	
Directors' compensation for loss of office	-		14,335	
Wages	246,169		246,914	
Social security	33,164		35,350	
Pensions	8,100		2,194	
Rent	136,904		130,834	
Rent	82,767		76,269	
Rates and water	46,886		51,152	
Insurance	26,907		25,329	
Light and heat	90,532		86,565	
Repairs and maintenance	53,280		65,734	
Depreciation of tangible fixed assets				
Short leasehold	41,453		14,373	
Plant and machinery	61,271		68,406	
Fixtures and fittings	30,596		17,569	
Motor vehicles	14,796		27,213	
Computer equipment	5,747		5,501	
	<hr/>		<hr/>	
Carried forward	1,648,903	2,918,026	1,562,274	2,720,789

This page does not form part of the statutory financial statements

**Consolidated Trading and Profit and Loss Account  
for the Year Ended 30 April 2019**

	2019		2018	
	£	£	£	£
Brought forward	1,648,903	2,918,026	1,562,274	2,720,789
Profit/loss on sale of tangible fixed assets	(14,708)		(1,950)	
Directors' salaries	48,000		58,000	
Directors' social security	6,072		6,267	
Wages	163,323		151,448	
Other operating leases	128,838		147,211	
Staff training and welfare	3,660		1,886	
Telephone	24,160		20,366	
Post and stationery	21,655		24,500	
Advertising	10,547		14,614	
Travelling	4,557		2,692	
Motor expenses	87,004		82,414	
Licences and insurance	73,422		68,149	
Directors life assurance	6,837		7,699	
Repairs and renewals	5,000		17,587	
Computer costs	26,100		25,586	
Subscriptions	22,727		20,263	
Sundry expenses	(3)		25,002	
Legal fees	600		-	
Consultancy and debt collectio	20,000		-	
Solicitors fees	3,657		2,440	
Legal and professional	10,028		3,818	
Auditors' remuneration	12,386		14,014	
Auditors' remuneration for non audit work	2,375		2,375	
Commission paid	(20,000)		1,565	
Entertainment	18,221		19,876	
Bad debts	1,227		24,419	
Depreciation of tangible fixed assets	46,825		29,618	
Profit/loss on sale of tangible fixed assets	-		(250)	
	<hr/>	<hr/>	<hr/>	<hr/>
		2,361,413		2,331,883
		<hr/>		<hr/>
		556,613		388,906
<b>Finance costs</b>				
Bank charges	43,617		28,559	
Factoring charges	18,185		13,475	
Bank interest	25,425		29,141	
Bank loan interest	9,304		3,260	
Hire purchase	9,949		7,682	
Invoice discounting charges	40,311		24,676	
Dividends - preference shares	37,548		49,633	
	<hr/>	<hr/>	<hr/>	<hr/>
		184,339		156,426
		<hr/>		<hr/>
		372,274		232,480
<b>Profit on disposal of fixed assets</b>				
Profit on disposal		45,000		12,500
		<hr/>		<hr/>
<b>NET PROFIT</b>		<hr/>		<hr/>
		417,274		244,980
		<hr/>		<hr/>