

REGISTERED NUMBER: 00054426 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

FOR

FAVERSHAM LAUNDRY LIMITED

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For The Year Ended 31 March 2022

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FAVERSHAM LAUNDRY LIMITED

COMPANY INFORMATION
For The Year Ended 31 March 2022

DIRECTORS: Mr R S Cope
Ms E E Knox
Mr N G Turner

SECRETARY: Mr R S Cope

REGISTERED OFFICE: 29 Ashford Road
Faversham
Kent
ME13 8XN

REGISTERED NUMBER: 00054426 (England and Wales)

ACCOUNTANTS: Robsons Accountants
19 Montpelier Avenue
Bexley
Kent
DA5 3AP

FAVERSHAM LAUNDRY LIMITED (REGISTERED NUMBER: 00054426)

BALANCE SHEET
31 March 2022

| | Notes | 2022 £ | 2021 £ |
|--|-------|------------------|------------------|
| FIXED ASSETS | | | |
| Tangible assets | 4 | 3,687,339 | 4,096,166 |
| CURRENT ASSETS | | | |
| Stocks | | 163,958 | 51,614 |
| Debtors | 5 | 706,292 | 400,141 |
| Cash at bank and in hand | | <u>364,839</u> | <u>519,240</u> |
| | | 1,235,089 | 970,995 |
| CREDITORS | | | |
| Amounts falling due within one year | 6 | <u>(660,119)</u> | <u>(456,282)</u> |
| NET CURRENT ASSETS | | <u>574,970</u> | <u>514,713</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 4,262,309 | 4,610,879 |
| CREDITORS | | | |
| Amounts falling due after more than one year | 7 | (507,195) | (596,470) |
| PROVISIONS FOR LIABILITIES | | <u>(347,907)</u> | <u>(414,540)</u> |
| NET ASSETS | | <u>3,407,207</u> | <u>3,599,869</u> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | | 12,000 | 12,000 |
| Retained earnings | | <u>3,395,207</u> | <u>3,587,869</u> |
| SHAREHOLDERS' FUNDS | | <u>3,407,207</u> | <u>3,599,869</u> |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2022 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

FAVERSHAM LAUNDRY LIMITED (REGISTERED NUMBER: 00054426)

BALANCE SHEET - continued
31 March 2022

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

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 and authorised for issue on 9 August 2022 and were signed on its behalf by:

Mr R S Cope - Director

Ms E E Knox - Director

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
For The Year Ended 31 March 2022

1. **STATUTORY INFORMATION**

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

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

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

These financial statements have been prepared in accordance with 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.

Turnover

The turnover shown in the profit and loss account is recognised at the point of service and represents linen laundering, rental and workwear services invoiced during the accounting period and are exclusive of Valued Added Tax.

Tangible fixed assets

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

| | |
|-------------------------|-------------------------------|
| Freehold property | - 10% on cost and 2% on cost |
| Large contract workwear | - 33% on cost |
| Plant and machinery | - at varying rates on cost |
| Fixtures and fittings | - 20% on cost |
| Motor vehicles | - 25% on reducing balance |
| Computer equipment | - 33% on cost and 20% on cost |

Stocks

Stock is comprised of chemicals and various linen items used by the company for its core business of the provision of laundry services and linen hire. Purchased linen items are included in stock and written down over the shorter of their contract life or estimated useful life, which ranges from 1-3 years.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over their useful lives. 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 profit and loss account.

Going concern

The directors have assessed whether the going concern basis of preparation continues to be appropriate, based on whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the company to continue as a going concern. This assessment has been required in light of the significant uncertainty around the short to medium term impact of the Covid-19 virus.

At the time of approving the financial statements the directors believe that all appropriate measures have been or will be taken to ensure that the company will be able to continue its operations for at least the next twelve months and therefore conclude that the going concern basis remains appropriate.

Government grants

The company has adopted the accrual model for the revenue-based coronavirus job retention scheme grant. The total received for the year to 31st March 2022 is £91,144 (31st March 2021 £649,745). The grant is recognised as income in the period in which it becomes available. The only other Government assistance that the company has utilised is the Vat deferral scheme for the vat quarter February to April 2020.

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

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 80 (2021 - 88) .

4. TANGIBLE FIXED ASSETS

| | Freehold property £ | Large contract workwear £ | Plant and machinery £ |
|------------------------|---------------------------|------------------------------------|-----------------------------|
| COST | | | |
| At 1 April 2021 | 2,100,884 | 303,209 | 3,886,345 |
| Additions | - | - | - |
| Disposals | - | - | - |
| At 31 March 2022 | <u>2,100,884</u> | <u>303,209</u> | <u>3,886,345</u> |
| DEPRECIATION | | | |
| At 1 April 2021 | 279,212 | 240,237 | 1,906,014 |
| Charge for year | 42,219 | 37,935 | 288,751 |
| Eliminated on disposal | - | - | - |
| At 31 March 2022 | <u>321,431</u> | <u>278,172</u> | <u>2,194,765</u> |
| NET BOOK VALUE | | | |
| At 31 March 2022 | <u>1,779,453</u> | <u>25,037</u> | <u>1,691,580</u> |
| At 31 March 2021 | <u>1,821,672</u> | <u>62,972</u> | <u>1,980,331</u> |

| | Fixtures and fittings £ | Motor vehicles £ | Computer equipment £ | Totals £ |
|------------------------|----------------------------------|------------------------|----------------------------|------------------|
| COST | | | | |
| At 1 April 2021 | 12,348 | 557,826 | 110,767 | 6,971,379 |
| Additions | - | 22,000 | 6,208 | 28,208 |
| Disposals | - | (50,630) | - | (50,630) |
| At 31 March 2022 | <u>12,348</u> | <u>529,196</u> | <u>116,975</u> | <u>6,948,957</u> |
| DEPRECIATION | | | | |
| At 1 April 2021 | 12,348 | 327,700 | 109,702 | 2,875,213 |
| Charge for year | - | 59,591 | 1,476 | 429,972 |
| Eliminated on disposal | - | (43,567) | - | (43,567) |
| At 31 March 2022 | <u>12,348</u> | <u>343,724</u> | <u>111,178</u> | <u>3,261,618</u> |
| NET BOOK VALUE | | | | |
| At 31 March 2022 | <u>-</u> | <u>185,472</u> | <u>5,797</u> | <u>3,687,339</u> |
| At 31 March 2021 | <u>-</u> | <u>230,126</u> | <u>1,065</u> | <u>4,096,166</u> |

Included in cost of land and buildings is freehold land of £ 131,250 (2021 - £ 131,250) which is not depreciated.

The net book value of tangible fixed assets includes £155,958 (2021 - £197,849) in respect of assets held under finance leases or hire purchase contracts. The depreciation charge in respect of such assets amounted to £41,891 (2021 - £41,851) for the year.

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

| | | |
|---|-----------------------|----------------|
| 5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR | | |
| | 2022 | 2021 |
| | £ | £ |
| Trade debtors | 632,063 | 243,831 |
| Other debtors | - | 66,458 |
| Tax | 32,345 | 32,345 |
| Prepayments | 41,884 | 57,507 |
| | <u>706,292</u> | <u>400,141</u> |
| 6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR | | |
| | 2022 | 2021 |
| | £ | £ |
| Bank loans and overdrafts | 25,000 | 25,000 |
| Hire purchase contracts | 67,736 | 64,006 |
| Trade creditors | 178,852 | 117,097 |
| Tax | 57,766 | - |
| Social security and other taxes | 25,212 | 14,994 |
| VAT | 122,116 | 138,862 |
| Other creditors | 6,219 | 3,411 |
| Directors' current accounts | 34,131 | 15,664 |
| Accrued expenses | 143,087 | 77,248 |
| | <u>660,119</u> | <u>456,282</u> |
| 7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR | | |
| | 2022 | 2021 |
| | £ | £ |
| Bank loans - 1-2 years | 25,000 | 25,000 |
| Bank loans - 2-5 years | 75,000 | 75,000 |
| Bank loans more 5 yr by instal | 381,774 | 403,313 |
| Hire purchase contracts | 25,421 | 93,157 |
| | <u>507,195</u> | <u>596,470</u> |
| Amounts falling due in more than five years: | | |
| Repayable by instalments | | |
| Bank loans more 5 yr by instal | <u>381,774</u> | <u>403,313</u> |

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

8. SECURED DEBTS

The following secured debts are included within creditors:

| | 2022 | 2021 |
|---------------|-----------------------|----------------|
| | £ | £ |
| Bank loans | 506,774 | 528,313 |
| Hire Purchase | 93,157 | <u>157,163</u> |
| | <u>599,931</u> | <u>685,476</u> |

The bank overdraft is secured by an unscheduled mortgage debenture incorporating a fixed and floating charge over all current and future assets of the company.

The bank loan is secured by a first legal charge on the freehold property 29 Ashford Road, Faversham, Kent and its associated assets.

The loans in respect of the hire purchase agreements are secured against the assets to which they relate.

9. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 31 March 2022 and 31 March 2021:

| | 2022 | 2021 |
|--------------------------------------|------------------------|----------------|
| | £ | £ |
| Mr R S Cope | | |
| Balance outstanding at start of year | (6,920) | (24,888) |
| Amounts advanced | 85,860 | 118,558 |
| Amounts repaid | (100,590) | (100,590) |
| Amounts written off | - | - |
| Amounts waived | - | - |
| Balance outstanding at end of year | <u>(21,650)</u> | <u>(6,920)</u> |
| Mr N G Turner | | |
| Balance outstanding at start of year | (334) | (823) |
| Amounts advanced | 3,315 | 3,758 |
| Amounts repaid | (3,025) | (3,269) |
| Amounts written off | - | - |
| Amounts waived | - | - |
| Balance outstanding at end of year | <u>(44)</u> | <u>(334)</u> |
| Ms E E Knox | | |
| Balance outstanding at start of year | (8,410) | (5,121) |
| Amounts advanced | 19,500 | 20,238 |
| Amounts repaid | (23,527) | (23,527) |
| Amounts written off | - | - |
| Amounts waived | - | - |
| Balance outstanding at end of year | <u>(12,437)</u> | <u>(8,410)</u> |

The loans are unsecured, interest free and repayable on demand.

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

10. RELATED PARTY DISCLOSURES

Interim dividends per share were paid during the year to the director's as follows:

Ordinary A £1 - 6 April 2021 £9,453.12

Ordinary B £1 - 6 April 2021 £9,453.12

The total distribution of dividends for the year ended 31 March 2022 will be £113,437

11. POST BALANCE SHEET EVENTS

DIVIDENDS:

Since the year end the company has declared dividends of £113,437.

12. CONTROLLING PARTY

The controlling party is Mr R S Cope.

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.