

**J. W. Lodge & Sons Limited**  
**Filleted Unaudited Financial Statements**  
**31 January 2023**

**EDMUND CARR LLP**  
Chartered Accountants  
146 New London Road  
Chelmsford  
Essex  
CM2 0AW



# J. W. Lodge & Sons Limited

## Statement of Financial Position

31 January 2023

	Note	2023 £	2022 £
<b>Fixed assets</b>			
Tangible assets	5	1,054,391	1,026,895
<b>Current assets</b>			
Stocks		55,588	30,319
Debtors	6	188,123	136,701
Cash at bank and in hand		528,186	484,353
		<u>771,897</u>	<u>651,373</u>
<b>Creditors: amounts falling due within one year</b>	7	<u>567,843</u>	<u>467,134</u>
<b>Net current assets</b>		<u>204,054</u>	<u>184,239</u>
<b>Total assets less current liabilities</b>		<u>1,258,445</u>	<u>1,211,134</u>
<b>Creditors: amounts falling due after more than one year</b>	8	69,101	108,673
<b>Provisions</b>	9	<u>160,537</u>	<u>150,370</u>
<b>Net assets</b>		<u>1,028,807</u>	<u>952,091</u>
<b>Capital and reserves</b>			
Called up share capital	10	4,998	4,998
Profit and loss account		<u>1,023,809</u>	<u>947,093</u>
<b>Shareholders funds</b>		<u>1,028,807</u>	<u>952,091</u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of income and retained earnings has not been delivered.

For the year ending 31 January 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The statement of financial position  
continues on the following page.

The notes on pages 3 to 7 form part of these financial statements.

# **J. W. Lodge & Sons Limited**

## **Statement of Financial Position** *(continued)*

**31 January 2023**

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These financial statements were approved by the board of directors and authorised for issue on 16 October 2023, and are signed on behalf of the board by:



Mr R C Lodge  
Director

Company registration number: 01090571

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The notes on pages 3 to 7 form part of these financial statements.

# **J. W. Lodge & Sons Limited**

## **Notes to the Financial Statements**

**Year ended 31 January 2023**

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### **1. General information**

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is The Garage, High Easter, Chelmsford, Essex, CM1 4QT.

### **2. Statement of compliance**

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

### **3. Accounting policies**

#### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

#### **Going concern**

The directors have considered the impact of the covid-19 pandemic in their assessment of the company's ability to prepare accounts as a going concern. Because of the uncertainties surrounding the effects of the economic slowdown it is difficult to predict the impact on the company and its customers, but having taken all the factors into account, the directors are of the opinion that the company has sufficient resources to continue trading for the next 12 months from the date of signing these accounts.

#### **Revenue recognition**

Turnover represents amounts receivable for goods supplied and services rendered, stated net of discounts and of Value Added Tax.

#### **Income tax**

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other 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. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

# **J. W. Lodge & Sons Limited**

## **Notes to the Financial Statements** *(continued)*

**Year ended 31 January 2023**

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### **3. Accounting policies** *(continued)*

#### **Foreign currencies**

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the profit and loss account.

#### **Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

#### **Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Garage, Building, Offices & Stores	-	6% straight line
Equipment	-	15 - 25% Reducing balance
Coaches & Motor Vehicles	-	15 - 25% Reducing balance

#### **Impairment of fixed assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly.

#### **Stocks**

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

#### **Finance leases and hire purchase contracts**

Assets held under finance leases and hire purchase contracts are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset.

Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

# **J. W. Lodge & Sons Limited**

## **Notes to the Financial Statements** *(continued)*

**Year ended 31 January 2023**

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### **3. Accounting policies** *(continued)*

#### **Government grants**

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received.

Government grants are recognised using the accrual model and the performance model.

Under the accrual model, government grants relating to revenue are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate. Grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the entity with no future related costs are recognised in income in the period in which it becomes receivable.

Grants relating to assets are recognised in income on a systematic basis over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income and not deducted from the carrying amount of the asset.

Under the performance model, where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

#### **Financial instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

#### **Defined contribution plans**

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

### **4. Employee numbers**

The average number of persons employed by the company during the year amounted to 21 (2022: 24).

# J. W. Lodge & Sons Limited

## Notes to the Financial Statements *(continued)*

Year ended 31 January 2023

### 5. Tangible assets

	Leasehold buildings £	Plant and machinery £	Motor vehicles £	Total £
<b>Cost</b>				
At 1 February 2022	594,223	211,649	1,961,438	2,767,310
Additions	—	6,400	276,100	282,500
Disposals	—	—	(347,199)	(347,199)
<b>At 31 January 2023</b>	<b>594,223</b>	<b>218,049</b>	<b>1,890,339</b>	<b>2,702,611</b>
<b>Depreciation</b>				
At 1 February 2022	401,905	147,277	1,191,233	1,740,415
Charge for the year	22,940	10,478	99,800	133,218
Disposals	—	—	(225,413)	(225,413)
<b>At 31 January 2023</b>	<b>424,845</b>	<b>157,755</b>	<b>1,065,620</b>	<b>1,648,220</b>
<b>Carrying amount</b>				
<b>At 31 January 2023</b>	<b>169,378</b>	<b>60,294</b>	<b>824,719</b>	<b>1,054,391</b>
At 31 January 2022	192,318	64,372	770,205	1,026,895

### 6. Debtors

	2023 £	2022 £
Trade debtors	139,725	102,117
Prepayments and accrued income	48,398	25,791
Other debtors	—	8,793
	<b>188,123</b>	<b>136,701</b>

### 7. Creditors: amounts falling due within one year

	2023 £	2022 £
Bank loans and overdrafts (secured)	10,648	10,648
Trade creditors	69,620	80,491
Accruals and deferred income	219,577	93,657
Corporation tax	15,321	41,860
Social security and other taxes	43,492	17,056
Obligations under finance leases and hire purchase contracts	29,985	58,095
Director loan accounts	168,687	157,360
Other creditors	10,513	7,967
	<b>567,843</b>	<b>467,134</b>

# J. W. Lodge & Sons Limited

## Notes to the Financial Statements *(continued)*

Year ended 31 January 2023

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**8. Creditors: amounts falling due after more than one year**

	2023	2022
	£	£
Bank loans and overdrafts (secured)	26,623	36,210
Obligations under finance leases and hire purchase contracts	42,478	72,463
	<u>69,101</u>	<u>108,673</u>

**9. Provisions**

	Deferred tax
	£
At 1 February 2022	150,370
Additions	10,167
At 31 January 2023	<u>160,537</u>

**10. Called up share capital**

Issued, called up and fully paid

	2023		2022	
	No.	£	No.	£
Ordinary shares of £1 each	<u>4,998</u>	<u>4,998</u>	<u>4,998</u>	<u>4,998</u>

**11. Related party transactions**

At the year end the company owed the directors £168,687 (2022: £157,360) by way of a directors loan account.