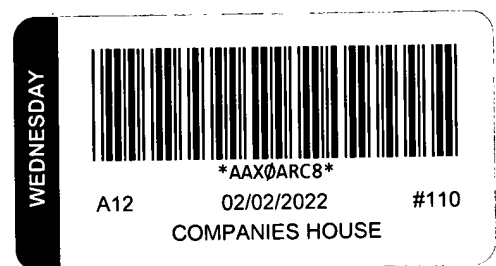


**Strategic Report, Report of the Directors and
Audited Financial Statements for the Year Ended 30 April 2021
for
Leading Solvent Supplies Limited**



Leading Solvent Supplies Limited

Contents of the Financial Statements for the Year Ended 30 April 2021

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Leading Solvent Supplies Limited

**Company Information
for the Year Ended 30 April 2021**

DIRECTORS:

D N Walker
R L Heather
P Higginbottom
K E Nineham

SECRETARY:

D N Walker

REGISTERED OFFICE:

Marston Business Park
Rudgate
Tockwith
North Yorkshire
YO26 7QF

REGISTERED NUMBER:

02699869 (England and Wales)

AUDITORS:

KJA Kilner Johnson Ltd
Network House
West 26
Stubs Beck Lane
Cleckheaton
West Yorkshire
BD19 4TT

Leading Solvent Supplies Limited

Strategic Report for the Year Ended 30 April 2021

The directors present their strategic report for the year ended 30 April 2021.

REVIEW OF BUSINESS

The company's principal activities during the year continued to be that of the supply of industrial solvents and other chemicals.

Results and Performance

The results of the company as set out on page 9 show a profit on ordinary activities before tax of £1,724,248 (2020: £1,380,942).

The Company's statement of financial position set out on page 10, remains strong and with good cash reserves. This year has seen the company strengthen its position in the market with increased market share as a result of the acquisition of another company. The company's product range continues to grow encompassing as many solvent based products as possible.

Business Environment

Financial risks are considered low as the company continues to show strong profitability and cash generation. Further acquisitions are planned after the year end.

Strategy

The business strategy for 2021 and beyond sees a focus on delivering profitable and sustainable growth through business activities in the solvent industry.

Key Performance indicators

The board monitors the progress of the company by reference to the following KPI's:

	2021	2020
	£	£
Turnover	20,953,215	14,132,579
Gross profit percentage	27.4%	31.9%
Operating profit/(loss) percentage	8.2%	9.7%

Future developments

The company feels that it is well placed to grow its customer base profitably and sustainably. At the moment it holds a large market share in the industry allowing it to benefit from economies of scale.

Leading Solvent Supplies Limited

Strategic Report for the Year Ended 30 April 2021

PRINCIPAL RISKS AND UNCERTAINTIES

Financial, credit, liquidity and cashflow risk are considered low as the company continues to show strong profitability and cash generation. The company has seen significant growth in turnover by the acquisition of Solvents with Safety Limited and B.I.G Supplies Limited.

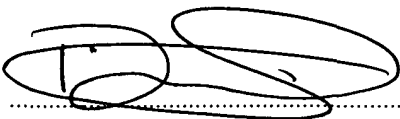
The withdrawal of the United Kingdom from the European Union.

New trading arrangements between the United Kingdom and the European Union came into effect on 31 December 2020. In general, tariffs and quotas on trade have not been introduced, although administrative complications and regulatory restrictions have reduced the freedom of cross-border trade. However, due to the company holding a large market share it continues to benefit from economies of scale. This has helped to alleviate excessive exposure to inflation.

Economic Impact of the COVID-19 pandemic

The COVID-19 pandemic continues to affect the UK and global economies adversely. At the time of signing this report the government have confirmed that all social restrictions will be lifted on 27 January 2022 which have suppressed economic activity. The priorities of the directors remain to maintain the safety and well-being of the company's personnel.

ON BEHALF OF THE BOARD:



D N Walker - Director

Date: 25 January 2022

Leading Solvent Supplies Limited

Report of the Directors for the Year Ended 30 April 2021

The directors present their report with the financial statements of the company for the year ended 30 April 2021.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the supply of industrial solvents and other chemicals.

DIVIDENDS

Interim dividends of £48.19 and £22.66 per share was declared on 31 March 2021 and 5 April 2021 respectively.

A final dividend of £48.19 per share was declared on 30 April 2021.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 May 2020 to the date of this report.

D N Walker
R L Heather

Other changes in directors holding office are as follows:

P Higginbottom - appointed 24 August 2020
K E Nineham - appointed 14 July 2020

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, the Report of the Directors and the 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 United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements 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 company 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 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

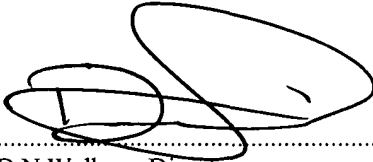
Leading Solvent Supplies Limited

**Report of the Directors
for the Year Ended 30 April 2021**

AUDITORS

The auditors, KJA Kilner Johnson Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, consisting of a large, stylized 'D' followed by 'N Walker'.

.....
D N Walker - Director

Date: 25 January 2022

Report of the Independent Auditors to the Shareholders of Leading Solvent Supplies Limited

Opinion

We have audited the financial statements of Leading Solvent Supplies Limited (the 'company') for the year ended 30 April 2021 which comprise the Statement of Comprehensive Income, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Notes to the Cash Flow Statement, Notes to the Financial Statements, 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 company's affairs as at 30 April 2021 and of its profit 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 company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC'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

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors 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.

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 this gives rise to a material misstatement in the financial statements themselves. 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.

Opinions 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 Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

Report of the Independent Auditors to the Shareholders of Leading Solvent Supplies Limited

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the 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 Statement of Directors' Responsibilities set out on page four, 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 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 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 company or to cease operations, or have no realistic alternative but to do so.

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 a Report of the Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

There were no irregularities, including fraud, or non compliance with law and regulations detected.

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 Report of the Auditors.

**Report of the Independent Auditors to the Shareholders of
Leading Solvent Supplies Limited**

Use of our report

This report is made solely to the company's shareholders, as a body, 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 shareholders those matters we are required to state to them in a Report of the Auditors 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.



Raza Effendi MBA FCA (Senior Statutory Auditor)
for and on behalf of KJA Kilner Johnson Ltd (Statutory Auditor)
Network House
West 26
Stubs Beck Lane
Cleckheaton
West Yorkshire
BD19 4TT

Date: 25/1/22

KJA Kilner Johnson Limited
Statutory Auditor

Leading Solvent Supplies Limited

**Statement of Comprehensive
Income
for the Year Ended 30 April 2021**

	Notes	2021 £	2020 £
TURNOVER	3	20,953,215	14,132,579
Cost of sales		<u>15,216,012</u>	<u>9,618,520</u>
GROSS PROFIT		5,737,203	4,514,059
Administrative expenses		<u>4,143,590</u>	<u>3,175,290</u>
		1,593,613	1,338,769
Other operating income		<u>126,015</u>	<u>42,173</u>
OPERATING PROFIT	5	1,719,628	1,380,942
Interest receivable and similar income		<u>620</u>	<u>-</u>
PROFIT BEFORE TAXATION		1,720,248	1,380,942
Tax on profit	6	<u>338,187</u>	<u>171,232</u>
PROFIT FOR THE FINANCIAL YEAR		1,382,061	1,209,710
OTHER COMPREHENSIVE INCOME			
Purchase of own shares		-	(200,000)
Capital redemption		-	400
Income tax relating to components of other comprehensive income		<u>-</u>	<u>-</u>
OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF INCOME TAX		<u>-</u>	<u>(199,600)</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u><u>1,382,061</u></u>	<u><u>1,010,110</u></u>

The notes form part of these financial statements

Leading Solvent Supplies Limited (Registered number: 02699869)

**Balance Sheet
30 April 2021**

	Notes	2021	2020
		£	£
FIXED ASSETS			
Intangible assets	8	777,200	677,500
Tangible assets	9	<u>2,513,183</u>	<u>471,098</u>
		3,290,383	1,148,598
CURRENT ASSETS			
Stocks	10	2,020,677	1,207,456
Debtors	11	5,368,773	3,311,059
Cash at bank and in hand		<u>203,891</u>	<u>149,034</u>
		7,593,341	4,667,549
CREDITORS			
Amounts falling due within one year	12	<u>5,876,354</u>	<u>2,850,915</u>
NET CURRENT ASSETS		<u>1,716,987</u>	<u>1,816,634</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		5,007,370	2,965,232
CREDITORS			
Amounts falling due after more than one year	13	(1,626,435)	(628,950)
PROVISIONS FOR LIABILITIES	17	<u>(67,508)</u>	<u>(63,316)</u>
NET ASSETS		<u>3,313,427</u>	<u>2,272,966</u>
CAPITAL AND RESERVES			
Called up share capital	18	3,600	3,600
Capital redemption reserve	19	400	400
Retained earnings	19	<u>3,309,427</u>	<u>2,268,966</u>
SHAREHOLDERS' FUNDS		<u>3,313,427</u>	<u>2,272,966</u>

The financial statements were approved by the Board of Directors and authorised for issue on 25 January 2022 and were signed on its behalf by:



.....
D N Walker - Director

The notes form part of these financial statements

Leading Solvent Supplies Limited

**Statement of Changes in Equity
for the Year Ended 30 April 2021**

	Called up share capital £	Retained earnings £	Capital redemption reserve £	Total equity £
Balance at 1 May 2019	4,000	1,420,856	-	1,424,856
Total comprehensive income	-	1,009,710	400	1,010,110
Dividends	-	(161,600)	-	(161,600)
Redemption of share capital	<u>(400)</u>	<u>-</u>	<u>-</u>	<u>(400)</u>
Balance at 30 April 2020	<u>3,600</u>	<u>2,268,966</u>	<u>400</u>	<u>2,272,966</u>
Total comprehensive income	-	1,382,061	-	1,382,061
Dividends	<u>-</u>	<u>(341,600)</u>	<u>-</u>	<u>(341,600)</u>
Balance at 30 April 2021	<u><u>3,600</u></u>	<u><u>3,309,427</u></u>	<u><u>400</u></u>	<u><u>3,313,427</u></u>

The notes form part of these financial statements

Leading Solvent Supplies Limited

**Cash Flow Statement
for the Year Ended 30 April 2021**

	Notes	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	1	1,915,753	696,330
Tax paid		<u>(196,371)</u>	<u>(76,897)</u>
Net cash from operating activities		<u>1,719,382</u>	<u>619,433</u>
 Cash flows from investing activities			
Purchase of intangible fixed assets		(234,000)	-
Purchase of tangible fixed assets		(2,180,482)	(71,014)
Sale of tangible fixed assets		19,000	8,000
Interest received		<u>620</u>	<u>-</u>
Net cash from investing activities		<u>(2,394,862)</u>	<u>(63,014)</u>
 Cash flows from financing activities			
New loans in year		1,380,000	-
Loan repayments in year		(276,459)	(39,678)
Capital repayments in year		(36,151)	(37,792)
Amount introduced by directors		260,000	-
Amount withdrawn by directors		(255,453)	(7,796)
Share buyback		-	(200,000)
Equity dividends paid		<u>(341,600)</u>	<u>(161,600)</u>
Net cash from financing activities		<u>730,337</u>	<u>(446,866)</u>
 Increase in cash and cash equivalents		<u>54,857</u>	<u>109,553</u>
Cash and cash equivalents at beginning of year	2	<u>149,034</u>	<u>39,481</u>
 Cash and cash equivalents at end of year	2	<u><u>203,891</u></u>	<u><u>149,034</u></u>

The notes form part of these financial statements

Leading Solvent Supplies Limited

**Notes to the Cash Flow Statement
for the Year Ended 30 April 2021**

1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	2021	2020
	£	£
Profit before taxation	1,720,248	1,380,942
Depreciation and amortisation charges	271,697	167,912
(Profit)/loss on disposal of fixed assets	(18,000)	14,703
Finance income	<u>(620)</u>	<u>-</u>
	1,973,325	1,563,557
Increase in stocks	(813,221)	(251,266)
Increase in trade and other debtors	(2,062,261)	(25,327)
Increase/(decrease) in trade and other creditors	<u>2,817,910</u>	<u>(590,634)</u>
Cash generated from operations	<u><u>1,915,753</u></u>	<u><u>696,330</u></u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 30 April 2021

	30.4.21	1.5.20
	£	£
Cash and cash equivalents	<u><u>203,891</u></u>	<u><u>149,034</u></u>

Year ended 30 April 2020

	30.4.20	1.5.19
	£	£
Cash and cash equivalents	<u><u>149,034</u></u>	<u><u>39,481</u></u>

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.5.20	Cash flow	At 30.4.21
	£	£	£
Net cash			
Cash at bank and in hand	<u>149,034</u>	<u>54,857</u>	<u>203,891</u>
	<u>149,034</u>	<u>54,857</u>	<u>203,891</u>
Debt			
Finance leases	(124,741)	36,151	(88,590)
Debts falling due within 1 year	(230,818)	(74,788)	(305,606)
Debts falling due after 1 year	<u>(540,360)</u>	<u>(1,028,752)</u>	<u>(1,569,112)</u>
	<u>(895,919)</u>	<u>(1,067,389)</u>	<u>(1,963,308)</u>
Total	<u><u>(746,885)</u></u>	<u><u>(1,012,532)</u></u>	<u><u>(1,759,417)</u></u>

The notes form part of these financial statements

Leading Solvent Supplies Limited

Notes to the Financial Statements for the Year Ended 30 April 2021

1. STATUTORY INFORMATION

Leading Solvent Supplies 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 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.

Critical accounting judgements and key sources of estimation uncertainty

The preparation of the accounts requires management to make judgements, estimates and assumptions that affects the amount reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Turnover

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

Goodwill

In 2019 Leading Solvent Supplies purchased B.I.G Supplies Limited. The goodwill acquired is being amortised over ten years which the directors deem to be its useful economic life.

In July 2020 the company purchased Solvents With Safety Limited. The goodwill acquired is being amortised over five years which the directors deem to be its useful economic life.

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.

Freehold property	- 2% straight line
Short leasehold	- over the term of the lease
Plant and machinery	- 20% straight line
Motor vehicles	- 25% reducing balance

Government grants

Due to the pandemic many employees were asked to work from home. When this was not possible the Government provided assistance by means of paying upto 80% of the gross pay. This was received in the form of a grant and has been shown as other income. This has been recognised in the accounts on an accruals basis.

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 Statement of Comprehensive Income, 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 as the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Leading Solvent Supplies Limited

Notes to the Financial Statements - continued for the Year Ended 30 April 2021

2. ACCOUNTING POLICIES - continued

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.

Hire purchase and leasing commitments

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.

3. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

4. EMPLOYEES AND DIRECTORS

	2021 £	2020 £
Wages and salaries	2,148,651	1,661,801
Other pension costs	<u>62,248</u>	<u>29,767</u>
	<u>2,210,899</u>	<u>1,691,568</u>

The average number of employees during the year was as follows:

	2021	2020
Employees	<u>66</u>	<u>44</u>

	2021 £	2020 £
Directors' remuneration	<u>266,579</u>	<u>98,717</u>

Information regarding the highest paid director for the year ended 30 April 2021 is as follows:

	2021 £
Emoluments etc	<u>133,200</u>

Leading Solvent Supplies Limited

**Notes to the Financial Statements - continued
for the Year Ended 30 April 2021**

5. OPERATING PROFIT

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

	2021	2020
	£	£
Hire of plant and machinery	83,510	35,193
Other operating leases	185,014	191,936
Depreciation - owned assets	137,397	80,412
(Profit)/loss on disposal of fixed assets	(18,000)	14,703
Goodwill amortisation	134,300	87,500
Auditors' remuneration	<u>10,000</u>	<u>5,000</u>

6. TAXATION

Analysis of the tax charge

The tax charge on the profit for the year was as follows:

	2021	2020
	£	£
Current tax:		
UK corporation tax	333,995	196,370
Deferred tax	<u>4,192</u>	<u>(25,138)</u>
 Tax on profit	 <u>338,187</u>	 <u>171,232</u>

Reconciliation of total tax charge included in profit and loss

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	2021	2020
	£	£
Profit before tax	<u>1,720,248</u>	<u>1,380,942</u>
 Profit multiplied by the standard rate of corporation tax in the UK of 19% (2020 - 19%)	 326,847	 262,379
Effects of:		
Expenses not deductible for tax purposes	572	193
Depreciation in excess of capital allowances	6,576	17,885
Adjustments to tax charge in respect of previous periods	-	(84,087)
Deferred tax movement	<u>4,192</u>	<u>(25,138)</u>
 Total tax charge	 <u>338,187</u>	 <u>171,232</u>

Tax effects relating to effects of other comprehensive income

There were no tax effects for the year ended 30 April 2021.

Leading Solvent Supplies Limited

**Notes to the Financial Statements - continued
for the Year Ended 30 April 2021**

6. TAXATION - continued

	Gross £	2020 Tax £	Net £
Purchase of own shares	(200,000)	-	(200,000)
Capital redemption	<u>400</u>	<u>-</u>	<u>400</u>
	<u>(199,600)</u>	<u>-</u>	<u>(199,600)</u>

7. DIVIDENDS

	2021 £	2020 £
Ordinary shares of 1 each Final	<u>341,600</u>	<u>161,600</u>

8. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 May 2020	875,000
Additions	<u>234,000</u>
At 30 April 2021	<u>1,109,000</u>
AMORTISATION	
At 1 May 2020	197,500
Amortisation for year	<u>134,300</u>
At 30 April 2021	<u>331,800</u>
NET BOOK VALUE	
At 30 April 2021	<u>777,200</u>
At 30 April 2020	<u>677,500</u>

Leading Solvent Supplies Limited

**Notes to the Financial Statements - continued
for the Year Ended 30 April 2021**

9. TANGIBLE FIXED ASSETS

	Freehold property £	Short leasehold £	Plant and machinery £	Motor vehicles £	Totals £
COST					
At 1 May 2020	-	38,726	839,194	193,458	1,071,378
Additions	1,980,000	-	199,482	1,000	2,180,482
Disposals	-	-	-	(1,000)	(1,000)
At 30 April 2021	<u>1,980,000</u>	<u>38,726</u>	<u>1,038,676</u>	<u>193,458</u>	<u>3,250,860</u>
DEPRECIATION					
At 1 May 2020	-	37,969	456,767	105,544	600,280
Charge for year	-	-	115,418	21,979	137,397
At 30 April 2021	-	<u>37,969</u>	<u>572,185</u>	<u>127,523</u>	<u>737,677</u>
NET BOOK VALUE					
At 30 April 2021	<u>1,980,000</u>	<u>757</u>	<u>466,491</u>	<u>65,935</u>	<u>2,513,183</u>
At 30 April 2020	-	<u>757</u>	<u>382,427</u>	<u>87,914</u>	<u>471,098</u>

Included above are amounts relating to assets held under hire purchase contracts as follows:

	2021 £	2020 £
Motor vehicles		
Net book value	16,434	12,326
Depreciation	7,232	3,124
Plant and Machinery		
Net book value	110,992	138,740
Depreciation	62,709	34,961

10. STOCKS

	2021 £	2020 £
Finished goods	<u>2,020,677</u>	<u>1,207,456</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade debtors	5,264,373	3,355,957
Bad debt provision	(168,807)	(318,025)
Amounts owed by participating interests	80,000	80,000
Other debtors	164,964	171,007
Directors' current accounts	3,464	8,011
Prepayments and accrued income	<u>24,779</u>	<u>14,109</u>
	<u>5,368,773</u>	<u>3,311,059</u>

Leading Solvent Supplies Limited

**Notes to the Financial Statements - continued
for the Year Ended 30 April 2021**

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Bank loans and overdrafts (see note 14)	114,806	40,018
Other loans (see note 14)	190,800	190,800
Hire purchase contracts (see note 15)	31,267	36,151
Trade creditors	2,677,201	1,537,684
Corporation tax	333,995	196,370
Social security and other taxes	50,702	34,034
VAT	421,187	273,102
Other creditors	201,652	200,118
Invoice discounting facility	1,629,437	154,508
Directors' current accounts	23,130	23,130
Accruals and deferred income	<u>202,177</u>	<u>165,000</u>
	<u><u>5,876,354</u></u>	<u><u>2,850,915</u></u>

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

	2021	2020
	£	£
Bank loans (see note 14)	1,312,596	93,298
Other loans (see note 14)	256,516	447,062
Hire purchase contracts (see note 15)	<u>57,323</u>	<u>88,590</u>
	<u><u>1,626,435</u></u>	<u><u>628,950</u></u>

14. LOANS

An analysis of the maturity of loans is given below:

	2021	2020
	£	£
Amounts falling due within one year or on demand:		
Bank loans	114,806	40,018
Other loans	<u>190,800</u>	<u>190,800</u>
	<u><u>305,606</u></u>	<u><u>230,818</u></u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	60,526	93,298
Other loans - 1-2 years	<u>256,516</u>	<u>447,062</u>
	<u><u>317,042</u></u>	<u><u>540,360</u></u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u><u>1,252,070</u></u>	<u><u>-</u></u>

Leading Solvent Supplies Limited

**Notes to the Financial Statements - continued
for the Year Ended 30 April 2021**

15. LEASING AGREEMENTS

Minimum lease payments under hire purchase fall due as follows:

	2021	2020
	£	£
Net obligations repayable:		
Within one year	31,267	36,151
Between one and five years	<u>57,323</u>	<u>88,590</u>
	<u><u>88,590</u></u>	<u><u>124,741</u></u>

16. SECURED DEBTS

The following secured debts are included within creditors:

	2021	2020
	£	£
Bank loans	1,427,402	133,316
Invoice discounting facility	<u>1,629,437</u>	<u>154,508</u>
	<u><u>3,056,839</u></u>	<u><u>287,824</u></u>

The mortgages are secured against the properties known as Units 1-4 Plumtree Farm Industrial Estate, Plumtree Road, Doncaster and Unit 8-9 Marston Business Park, Tockwith, York.

The invoice discounting facility is secured against the company's trade debts.

17. PROVISIONS FOR LIABILITIES

	2021	2020
	£	£
Deferred tax		
Accelerated capital allowances	<u>67,508</u>	<u>63,316</u>
		Deferred tax
		£
Balance at 1 May 2020		63,316
Provided during year		<u>4,192</u>
Balance at 30 April 2021		<u><u>67,508</u></u>

The Finance Act 2021, which was substantively enacted on 24 May 2021, includes provisions to increase the main rate of UK corporation tax from 19% to 25% with effect from 1 April 2023. 19% has been applied in these accounts to calculate deferred tax assets and liabilities as at 30 April 2021. The impact of applying a rate of 25% to calculate deferred tax assets and liabilities as at 30 April 2021 would result in an additional tax charge and increase in the deferred tax provision of £25,510.

Leading Solvent Supplies Limited

**Notes to the Financial Statements - continued
for the Year Ended 30 April 2021**

18. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2021 £	2020 £
3,600	Ordinary	1	<u>3,600</u>	<u>3,600</u>

On 25 November 2019 the company repurchased 400 £1 Ordinary shares. In receipt of the shares, they were subsequently cancelled.

19. RESERVES

	Retained earnings £	Capital redemption reserve £	Totals £
At 1 May 2020	2,268,966	400	2,269,366
Profit for the year	1,382,061		1,382,061
Dividends	<u>(341,600)</u>		<u>(341,600)</u>
At 30 April 2021	<u>3,309,427</u>	<u>400</u>	<u>3,309,827</u>

20. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 30 April 2021 and 30 April 2020:

	2021 £	2020 £
D N Walker		
Balance outstanding at start of year	8,011	215
Amounts advanced	255,454	7,796
Amounts repaid	(260,000)	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>3,465</u>	<u>8,011</u>

21. RELATED PARTY DISCLOSURES

Entities with control, joint control or significant influence over the entity

	2021 £	2020 £
Dividends payable	<u>341,600</u>	<u>161,600</u>

Entities over which the entity has control, joint control or significant influence

	2021 £	2020 £
Amount due from related party	<u>80,000</u>	<u>80,000</u>

Leading Solvent Supplies Limited

**Notes to the Financial Statements - continued
for the Year Ended 30 April 2021**

21. RELATED PARTY DISCLOSURES - continued

Entities that provide key management personnel services to the entity

	2021	2020
	£	£
Consultancy	<u>31,200</u>	<u>-</u>

22. ULTIMATE CONTROLLING PARTY

The ultimate controlling party is D N Walker