

Company Registration No. 02862671 (England and Wales)

**GROWELL HORTICULTURE LIMITED (FORMERLY GROWELL HYDROPONICS
AND PLANT LIGHTING LTD)**

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2020

PAGES FOR FILING WITH REGISTRAR

GROWELL HORTICULTURE LIMITED (FORMERLY GROWELL HYDROPONICS AND PLANT LIGHTING LTD)

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GROWELL HORTICULTURE LIMITED (FORMERLY GROWELL HYDROPONICS AND PLANT LIGHTING LTD)

BALANCE SHEET

AS AT 31 OCTOBER 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Tangible assets	3		236,112		271,860
Current assets					
Stocks		1,583,173		1,736,956	
Debtors	5	1,320,564		1,104,909	
Cash at bank and in hand		807,367		713,030	
		<u>3,711,104</u>		<u>3,554,895</u>	
Creditors: amounts falling due within one year	6	<u>(1,555,272)</u>		<u>(1,653,179)</u>	
Net current assets			<u>2,155,832</u>		<u>1,901,716</u>
Total assets less current liabilities			<u>2,391,944</u>		<u>2,173,576</u>
Provisions for liabilities	7		<u>(30,377)</u>		<u>(34,911)</u>
Net assets			<u><u>2,361,567</u></u>		<u><u>2,138,665</u></u>
Capital and reserves					
Called up share capital	8		7,359		7,359
Capital redemption reserve			2,143		2,143
Profit and loss reserves			<u>2,352,065</u>		<u>2,129,163</u>
Total equity			<u><u>2,361,567</u></u>		<u><u>2,138,665</u></u>

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

For the financial year ended 31 October 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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.

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

**GROWELL HORTICULTURE LIMITED (FORMERLY GROWELL HYDROPONICS
AND PLANT LIGHTING LTD)**

BALANCE SHEET (CONTINUED)

AS AT 31 OCTOBER 2020

The financial statements were approved by the board of directors and authorised for issue on 17 June 2021 and are signed on its behalf by:

T D Ward
Director

Company Registration No. 02862671

GROWELL HORTICULTURE LIMITED (FORMERLY GROWELL HYDROPONICS AND PLANT LIGHTING LTD)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2020

1 Accounting policies

Company information

Growell Horticulture Limited (formerly Growell Hydroponics and Plant Lighting Ltd) is a private company limited by shares incorporated in England and Wales. The registered office is 3 Coventry Innovation Village, Cheetah Road, Coventry, CV1 2TL.

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.

1.2 Going concern

These financial statements are prepared on the going concern basis. The directors are aware of certain material uncertainties which may cause doubt on the company's ability to continue as a going concern which relate to the potential financial impact of the Covid-19 pandemic. However the directors have a reasonable expectation that the company will continue in operational existence for the foreseeable future.

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.

1.4 Tangible fixed assets

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

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

Leasehold land and buildings	10% straight line and over the term of the lease
Plant and machinery	20% straight line
Fixtures, fittings and equipment	20% straight line
Computer equipment	33.3% straight line
Motor vehicles	25% straight line

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.

GROWELL HORTICULTURE LIMITED (FORMERLY GROWELL HYDROPONICS AND PLANT LIGHTING LTD)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2020

1 Accounting policies

(Continued)

1.5 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

1.6 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

1.7 Cash and cash equivalents

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.8 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.

1.9 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.10 Derivatives

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to fair value at each reporting end date. The resulting gain or loss is recognised in profit or loss immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in profit or loss depends on the nature of the hedge relationship.

A derivative with a positive fair value is recognised as a financial asset, whereas a derivative with a negative fair value is recognised as a financial liability.

1.11 Taxation

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

GROWELL HORTICULTURE LIMITED (FORMERLY GROWELL HYDROPONICS AND PLANT LIGHTING LTD)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2020

1 Accounting policies

(Continued)

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.

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.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. 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.

1.12 Employee benefits

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

1.13 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease.

1.14 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.

1.15 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

GROWELL HORTICULTURE LIMITED (FORMERLY GROWELL HYDROPONICS AND PLANT LIGHTING LTD)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2020

2 Employees

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

	2020 Number	2019 Number
Total	4	4

3 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost			
At 1 November 2019	456,708	681,789	1,138,497
Additions	4,040	56,769	60,809
Disposals	-	(14,895)	(14,895)
At 31 October 2020	460,748	723,663	1,184,411
Depreciation and impairment			
At 1 November 2019	308,547	558,090	866,637
Depreciation charged in the year	44,256	43,364	87,620
Eliminated in respect of disposals	-	(5,958)	(5,958)
At 31 October 2020	352,803	595,496	948,299
Carrying amount			
At 31 October 2020	107,945	128,167	236,112
At 31 October 2019	148,161	123,699	271,860

4 Financial instruments

	2020 £	2019 £
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	6,507	9,950

GROWELL HORTICULTURE LIMITED (FORMERLY GROWELL HYDROPONICS AND PLANT LIGHTING LTD)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2020

5 Debtors			2020	2019
			£	£
Amounts falling due within one year:				
Trade debtors			164,806	55,572
Amounts owed by group undertakings			922,642	848,368
Derivative financial instruments			6,507	9,950
Other debtors			36,035	26,711
Prepayments and accrued income			190,574	164,308
			<u>1,320,564</u>	<u>1,104,909</u>
6 Creditors: amounts falling due within one year			2020	2019
			£	£
Trade creditors			1,012,213	1,024,536
Corporation tax			172,711	173,700
Other taxation and social security			99,042	140,126
Other creditors			98,672	129,041
Accruals and deferred income			172,634	185,776
			<u>1,555,272</u>	<u>1,653,179</u>
7 Provisions for liabilities			2020	2019
			£	£
Deferred tax liabilities			30,377	34,911
			<u>30,377</u>	<u>34,911</u>
8 Called up share capital			2020	2019
	Number	Number	£	£
Ordinary share capital				
Issued and fully paid				
Ordinary shares of £1 each	7,359	7,359	7,359	7,359
	<u>7,359</u>	<u>7,359</u>	<u>7,359</u>	<u>7,359</u>
9 Operating lease commitments				
Lessee				
At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:				
			2020	2019
			£	£
			1,177,793	1,489,706
			<u>1,177,793</u>	<u>1,489,706</u>

GROWELL HORTICULTURE LIMITED (FORMERLY GROWELL HYDROPONICS AND PLANT LIGHTING LTD)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2020

10 Events after the reporting date

At the time of approval of the financial statements, the United Kingdom is subject to certain measures due to the Covid-19 pandemic. The directors estimate that this will have a significant impact on the company's sales during this period, however it is not currently possible to reliably estimate the full financial effect on the company.

11 Related party transactions

The company has taken advantage of the exemption under the terms of FRS 102 not to disclose related party transactions with wholly owned group entities.

12 Directors' transactions

Interest free loans have been granted by the company to its directors as follows:

Description	% Rate	Opening balance £	Interest charged £	Amounts repaid £	Closing balance £
Loan	4.00	17,486	680	(2,780)	15,386
		<u>17,486</u>	<u>680</u>	<u>(2,780)</u>	<u>15,386</u>

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.