

Franks & Holloway Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 March 2022

Franks & Holloway Limited

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Franks & Holloway Limited
(Registration number: 03326596)
Balance Sheet as at 31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	<u>4</u>	18,446	27,054
Current assets			
Debtors	<u>5</u>	42,255	77,774
Cash at bank and in hand		364,224	325,999
		406,479	403,773
Creditors: Amounts falling due within one year	<u>6</u>	(66,529)	(33,838)
Net current assets		339,950	369,935
Total assets less current liabilities		358,396	396,989
Creditors: Amounts falling due after more than one year	<u>6</u>	-	(14,730)
Provisions for liabilities		(1,023)	(1,387)
Net assets		357,373	380,872
Capital and reserves			
Called up share capital		150	150
Profit and loss account		357,223	380,722
Total equity		357,373	380,872

Franks & Holloway Limited

(Registration number: 03326596) Balance Sheet as at 31 March 2022

For the financial year ending 31 March 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The director acknowledges her responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the director on 6 December 2022

R L Franks
Director

Franks & Holloway Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

1 General information

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:

Woodbury House
Worgret
Wareham
Dorset
BH20 6AD

These financial statements were authorised for issue by the director on 6 December 2022.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

In light of the rapid global spread of the Coronavirus "COVID-19" in early 2020, the director has reviewed and stress tested projections and budgets for the next twelve months. Following this review, the director considers there to be little impact on the Company's ability to act as a going concern.

The director has reviewed the supply chains, key customers and the capital resources available and considers that the company has adequate resources in place to continue trading for the next twelve months.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Franks & Holloway Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

Government grants

Government grants are recognised on an accruals basis. They are recognised in income on a systematic basis over the periods in which the entity recognises the related costs for which the grant is intended to compensate.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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 and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the Balance Sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Plant and machinery	25% reducing balance
Fixtures, fittings and equipment	25% reducing balance
Motor vehicles	25% reducing balance.
Leased motor vehicles	Finance lease depreciated over the term of lease

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Franks & Holloway Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

Debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Trade creditors are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the profit and loss account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the profit and loss account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Franks & Holloway Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year was 4 (2021 - 4).

4 Tangible assets

	Furniture, fittings and equipment £	Plant and machinery £	Motor vehicles £	Total £
Cost or valuation				
At 1 April 2021	9,313	19,356	72,382	101,051
At 31 March 2022	9,313	19,356	72,382	101,051
Depreciation				
At 1 April 2021	8,146	18,395	47,456	73,997
Charge for the year	291	240	8,077	8,608
At 31 March 2022	8,437	18,635	55,533	82,605
Carrying amount				
At 31 March 2022	876	721	16,849	18,446
At 31 March 2021	1,167	961	24,926	27,054

Included within net book value of tangible fixed assets is £11,980 (2021 - £18,435) in respect of assets held under finance leases and similar hire purchase contracts. Depreciation for the year on these assets was £6,455 (2021 - £6,455).

Franks & Holloway Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

5 Debtors

	Note	2022 £	2021 £
Trade debtors		37,460	72,929
Amounts owed by group undertakings	<u>8</u>	-	185
Corporation tax refund		-	1,583
Prepayments and accrued income		3,387	2,495
Other debtors		1,408	582
		<u>42,255</u>	<u>77,774</u>

6 Creditors

	Note	2022 £	2021 £
Due within one year			
Loans and borrowings	<u>7</u>	14,731	3,300
Trade creditors		359	11,826
Amounts due to group undertakings	<u>8</u>	29,815	-
Social security and other taxes		2,546	2,549
Other creditors		3,706	2,805
Accruals		3,990	3,730
Corporation tax liability		11,382	9,628
		<u>66,529</u>	<u>33,838</u>
Due after one year			
Loans and borrowings	<u>7</u>	-	14,730

7 Loans and borrowings

	2022 £	2021 £
Non-current loans and borrowings		
Finance lease liabilities	-	14,730
	<u>-</u>	<u>14,730</u>
Current loans and borrowings		
Finance lease liabilities	14,731	3,300
	<u>14,731</u>	<u>3,300</u>

Franks & Holloway Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

8 Related party transactions

Loans to related parties

	Parent £	Total £
2022		
At start of period	185	185
Repaid	(185)	(185)
At end of period	-	-
2021		
At start of period	185	185
At end of period	185	185

Terms of loans to related parties

The loan is interest free and repayable on demand.

Dividends of £74,000 (2021 - £12,000) were paid during the year to Franks & Holloway Holdings Limited.

Loans from related parties

	Parent £	Key management £	Total £
2022			
At start of period	-	3,070	3,070
Advanced	29,815	(17,265)	12,550
Repaid	-	17,232	17,232
At end of period	29,815	3,037	32,852
2021			
At start of period		3,349	3,349
Repaid		(279)	(279)
At end of period		3,070	3,070

Terms of loans from related parties

The loan is interest free and repayable on demand.

9 Parent and ultimate parent undertaking

The ultimate controlling party is R L Franks and P Holloway, equal shareholders of Franks and Holloway Holdings Limited.

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.