

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2021

FOR

E.A. DOWNES & SONS LIMITED

D.R.E. & Co. Limited
Chartered Accountants
6 Claremont Buildings
Claremont Bank
Shrewsbury
Shropshire
SY1 1RJ

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FOR THE YEAR ENDED 30 APRIL 2021

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E.A. DOWNES & SONS LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 30 APRIL 2021

DIRECTORS:

S D Pratt
Miss M E Pratt
Mrs K A Pratt
J S Pratt
B C Pratt

REGISTERED OFFICE:

6 Claremont Buildings
Claremont Bank
Shrewsbury
Shropshire
SY1 1RJ

REGISTERED NUMBER:

03947142 (England and Wales)

ACCOUNTANTS:

D.R.E. & Co. Limited
Chartered Accountants
6 Claremont Buildings
Claremont Bank
Shrewsbury
Shropshire
SY1 1RJ

E.A. DOWNES & SONS LIMITED (REGISTERED NUMBER: 03947142)**BALANCE SHEET****30 APRIL 2021**

	Notes	30.4.21 £	£	30.4.20 £	£
FIXED ASSETS					
Intangible assets	5		33,200		41,000
Tangible assets	6		<u>441,290</u>		<u>373,449</u>
			474,490		414,449
CURRENT ASSETS					
Stocks		2,000		1,800	
Debtors	7	48,219		42,209	
Cash at bank		<u>20,795</u>		<u>8,504</u>	
		71,014		52,513	
CREDITORS					
Amounts falling due within one year	8	<u>145,788</u>		<u>133,793</u>	
NET CURRENT LIABILITIES			<u>(74,774)</u>		<u>(81,280)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			399,716		333,169
CREDITORS					
Amounts falling due after more than one year	9		(252,109)		(232,308)
PROVISIONS FOR LIABILITIES			<u>(37,641)</u>		<u>(30,966)</u>
NET ASSETS			<u>109,966</u>		<u>69,895</u>
CAPITAL AND RESERVES					
Called up share capital			100		100
Retained earnings			<u>109,866</u>		<u>69,795</u>
			<u>109,966</u>		<u>69,895</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 April 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 April 2021 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

BALANCE SHEET - continued
30 APRIL 2021

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 30 July 2021 and were signed on its behalf by:

Mrs K A Pratt - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2021

1. STATUTORY INFORMATION

E.a. Downes & Sons 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. STATEMENT OF COMPLIANCE

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" including the provisions of Section 1A "Small Entities" and the Companies Act 2006.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention. The accounts have been prepared on a going concern basis.

The financial statements are presented in Sterling (£) rounded to the nearest £1.

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

Goodwill represents the excess of the cost of acquisition of unincorporated business over the fair value of net assets acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is considered to have a finite useful life and is amortised on a systematic basis over its expected life, which is over 25 years.

The Directors have considered the requirements of FRS102 and are of the opinion that continuing to amortise the existing goodwill over 25 years is appropriate. Based on the approach, existing goodwill will be written down to £NIL by 31st July 2025.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property - not provided

Plant and machinery - 12.5% on reducing balance

Fixtures and fittings - 12.5% on reducing balance

Motor vehicles - 25% on reducing balance

Depreciation has not been provided in respect of Buildings. The director considers that this accounting policy which represents a departure from the Companies Act 2006 is necessary for the financial statements to show a true and fair view.

Government grants

Grants of a revenue nature are recognised in income over the period in which the company recognises the related costs, for which the grant is intended to compensate.

During the year, the company received government grants under the Coronavirus Job Retention Scheme (CJRS), alongside local authority rates relief which is recognised in income.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2021

3. ACCOUNTING POLICIES - continued

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

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

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

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.

4. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 18 (2020 - 18) .

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2021

5. INTANGIBLE FIXED ASSETS

	Goodwill
	£
COST	
At 1 May 2020	
and 30 April 2021	<u>195,000</u>
AMORTISATION	
At 1 May 2020	154,000
Amortisation for year	7,800
At 30 April 2021	<u>161,800</u>
NET BOOK VALUE	
At 30 April 2021	<u>33,200</u>
At 30 April 2020	<u>41,000</u>

6. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 May 2020	210,468	63,689	3,500	416,848	694,505
Additions	32,710	5,529	2,257	89,814	130,310
Disposals	-	-	(1,359)	(32,605)	(33,964)
At 30 April 2021	<u>243,178</u>	<u>69,218</u>	<u>4,398</u>	<u>474,057</u>	<u>790,851</u>
DEPRECIATION					
At 1 May 2020	-	38,753	1,339	280,964	321,056
Charge for year	-	3,806	516	55,946	60,268
Eliminated on disposal	-	-	(1,071)	(30,692)	(31,763)
At 30 April 2021	<u>-</u>	<u>42,559</u>	<u>784</u>	<u>306,218</u>	<u>349,561</u>
NET BOOK VALUE					
At 30 April 2021	<u>243,178</u>	<u>26,659</u>	<u>3,614</u>	<u>167,839</u>	<u>441,290</u>
At 30 April 2020	<u>210,468</u>	<u>24,936</u>	<u>2,161</u>	<u>135,884</u>	<u>373,449</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2021**6. TANGIBLE FIXED ASSETS - continued**

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
At 1 May 2020	188,491
Additions	89,357
At 30 April 2021	<u>277,848</u>
DEPRECIATION	
At 1 May 2020	83,062
Charge for year	48,811
At 30 April 2021	<u>131,873</u>
NET BOOK VALUE	
At 30 April 2021	<u>145,975</u>
At 30 April 2020	<u>105,429</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.4.21 £	30.4.20 £
Trade debtors	46,752	42,209
Prepayments	<u>1,467</u>	<u>-</u>
	<u>48,219</u>	<u>42,209</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.4.21 £	30.4.20 £
Bank loans and overdrafts	8,921	8,655
Hire purchase contracts	51,653	34,875
Trade creditors	30,830	32,059
Tax	19,778	9,190
Social security and other taxes	9,798	4,284
Pension	299	506
VAT	20,793	21,034
Directors' current accounts	518	19,820
Accrued expenses	<u>3,198</u>	<u>3,370</u>
	<u>145,788</u>	<u>133,793</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2021

9. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	30.4.21	30.4.20
	£	£
Bank loans - 1-2 years	9,201	8,921
Bank loans - 2-5 years	29,377	28,537
Bank loans more 5 yr by instal	95,273	105,315
Hire purchase contracts	118,258	89,535
	<u>252,109</u>	<u>232,308</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more 5 yr by instal	<u>95,273</u>	<u>105,315</u>

10. **SECURED DEBTS**

The following secured debts are included within creditors:

	30.4.21	30.4.20
	£	£
Bank loans	142,772	151,428
Hire purchase contracts	169,911	124,410
	<u>312,683</u>	<u>275,838</u>

The hire purchases and bank loan are secured on the assets to which they relate.

There are fixed and floating charges over the assets of the company in respect of the bank loan.

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
E.A. DOWNES & SONS LIMITED

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of E.a. Downes & Sons Limited for the year ended 30 April 2021 which comprise the Income Statement, Balance Sheet, Statement of Changes in Equity and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of E.a. Downes & Sons Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of E.a. Downes & Sons Limited and state those matters that we have agreed to state to the Board of Directors of E.a. Downes & Sons Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than E.a. Downes & Sons Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that E.a. Downes & Sons Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of E.a. Downes & Sons Limited. You consider that E.a. Downes & Sons Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of E.a. Downes & Sons Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

D.R.E. & Co. Limited
Chartered Accountants
6 Claremont Buildings
Claremont Bank
Shrewsbury
Shropshire
SY1 1RJ

31 July 2021

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.