

H.R. Goodwin & Sons Groundcare Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2019



Lucraft Hodgson & Dawes LLP
Ground Floor
19 New Road
Brighton
East Sussex
BN1 1UF

H.R. Goodwin & Sons Groundcare Limited

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H.R. Goodwin & Sons Groundcare Limited

Company Information

Director Mr Graham Goodwin

Company secretary Mrs Carolyn Goodwin

Registered office Ground Floor
19 New Road
Brighton
East Sussex
BN1 1UF

Accountants Lucraft Hodgson & Dawes LLP
Ground Floor
19 New Road
Brighton
East Sussex
BN1 1UF

H.R. Goodwin & Sons Groundcare Limited

(Registration number: 05267929)

Balance Sheet as at 31 December 2019

	Note	2019 £	2018 £
Fixed assets			
Intangible assets	<u>3</u>	10,450	12,540
Tangible assets	<u>4</u>	21,790	13,978
		32,240	26,518
Current assets			
Debtors	<u>5</u>	23,042	17,068
Cash at bank and in hand		6,533	14,791
		29,575	31,859
Creditors: Amounts falling due within one year	<u>6</u>	(31,883)	(23,547)
Net current (liabilities)/assets		(2,308)	8,312
Total assets less current liabilities		29,932	34,830
Provisions for liabilities		(2,473)	(2,473)
Net assets		27,459	32,357
Capital and reserves			
Called up share capital		5	5
Profit and loss account		27,454	32,352
Total equity		27,459	32,357

For the financial year ending 31 December 2019 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 his 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 16 May 2020

The notes on pages 4 to 9 form an integral part of these financial statements.

H.R. Goodwin & Sons Groundcare Limited

(Registration number: 05267929)

Balance Sheet as at 31 December 2019

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Mr Graham Goodwin

Director

_____ The notes on pages 4 to 9 form an integral part of these financial statements. _____

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H.R. Goodwin & Sons Groundcare Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

1 General information

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

The address of its registered office is:

Ground Floor
19 New Road
Brighton
East Sussex
BN1 1UF
England

These financial statements were authorised for issue by the director on 16 May 2020.

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 - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

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.

The financial statements are presented in Sterling, which is the functional currency of the company.

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.

Tax

The tax expense for the period comprises current 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.

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Notes to the Financial Statements for the Year Ended 31 December 2019

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 statement of financial position 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
Motor vehicles	Reducing balance - 25%
Plant and machinery	Reducing balance - 15%
Fixtures and fittings	Reducing balance - 15%
Computer equipment	Reducing balance - 25%

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	Straight line - 10%

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.

H.R. Goodwin & Sons Groundcare Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

Trade 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.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable 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.

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.

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.

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Notes to the Financial Statements for the Year Ended 31 December 2019

3 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 January 2019	40,000	40,000
At 31 December 2019	40,000	40,000
Amortisation		
At 1 January 2019	27,460	27,460
Amortisation charge	2,090	2,090
At 31 December 2019	29,550	29,550
Carrying amount		
At 31 December 2019	10,450	10,450
At 31 December 2018	12,540	12,540

4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Other property, plant and equipment £	Total £
Cost or valuation				
At 1 January 2019	2,655	28,161	24,259	55,075
Additions	828	12,260	1,203	14,291
Disposals	(511)	(11,161)	-	(11,672)
At 31 December 2019	2,972	29,260	25,462	57,694
Depreciation				
At 1 January 2019	1,536	23,499	16,062	41,097
Charge for the year	354	4,231	1,410	5,995
Eliminated on disposal	(498)	(10,690)	-	(11,188)
At 31 December 2019	1,392	17,040	17,472	35,904
Carrying amount				
At 31 December 2019	1,580	12,220	7,990	21,790
At 31 December 2018	1,119	4,662	8,197	13,978

H.R. Goodwin & Sons Groundcare Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

5 Debtors

	2019 £	2018 £
Trade debtors	23,042	17,068
	23,042	17,068

6 Creditors

Creditors: amounts falling due within one year

	Note	2019 £	2018 £
Due within one year			
Loans and borrowings	7	9,167	1,188
Trade creditors		6,625	2,399
Social security and other taxes		7,371	3,413
Outstanding defined contribution pension costs		110	61
Other payables		970	4,940
Accrued expenses		1,030	1,000
Corporation tax liability		6,610	10,546
		31,883	23,547

7 Loans and borrowings

	2019 £	2018 £
Current loans and borrowings		
Other borrowings	9,167	1,188

The above hire purchase liabilities are secured on the asset to which they relate.

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Notes to the Financial Statements for the Year Ended 31 December 2019

8 Related party transactions

Transactions with directors

Loans from related parties

	Key management £
2019	
At start of period	1,188
Advanced	7,979
<hr/>	
At end of period	9,167

	Key management £	Total £
2018		
At start of period	737	737
Advanced	451	451
<hr/>		
At end of period	1,188	1,188

Terms of loans from related parties

During the year the director provided a loan to the company which was unsecured, interest free and repayable on demand.

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.