

Strategic Report, Report of the Directors and
Audited Financial Statements for the Year Ended 31 December 2019
for
New Conveyor Limited

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for the Year Ended 31 December 2019

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DIRECTORS:

Mr I A Bytheway
Mr R P Hickman
Mr B J E Toye

REGISTERED OFFICE:

Sandy Lane
Titton
Stourport on Severn
Worcestershire
DY13 9PT

REGISTERED NUMBER:

07460028 (England and Wales)

AUDITORS:

Lewis Smith & Co.
Chartered Certified Accountants
Statutory Auditors
The Old Doctor's House
74 Grange Road
Dudley
West Midlands
DY1 2AW

BANKERS:

Barclays Bank Plc
81 High Street
Stourbridge
West Midlands
DY1 1EB

Strategic Report
for the Year Ended 31 December 2019

The directors present their strategic report for the year ended 31 December 2019.

REVIEW OF BUSINESS

The company is a holding company and landlord of one of its subsidiaries and also rents out commercial property. The principal activity of its subsidiary undertakings continues to be that of manufacturers of components and conveyor modules within the materials handling industry.

PRINCIPAL RISKS AND UNCERTAINTIES

The company is controlled and run by its Board of Directors and the process of risk management in all areas of the business is addressed through policies and procedures agreed at Board level.

The company has accepted the Euro for payment since the launch of the currency and the Board consider that internal policies along with the stability of the currency within an acceptable trading range means that the financial risk is being effectively controlled.

The company insures all debt and is a registered credit reference agency. The balance sheet is protected adequately via a commercial insurance policy which is reviewed annually and which includes cover of gross profit should there be any interruption to the business activity caused by an insured event.

Cash reserves are considered by the Directors to be sufficiently high to cover the current trading commitments and also to develop the business further, in line with the business strategy.

Price risk is controlled by the marketing policy which requires representation at relevant trade exhibitions to monitor the company and its subsidiaries' position in the market place.

RESULTS AND PERFORMANCE

The results of the company are set out on page 6 and 7 and show profit on ordinary activities before tax for the year of £2,871,657 (2018 - £797,697). The shareholders' funds of the company at the year end amount to £1,077,369 (2018 - £2,261,705).

KEY PERFORMANCE INDICATORS

The Board does not measure the performance of the company by reference to KPI's.

FUTURE DEVELOPMENTS

During the year the group underwent a structural reorganisation. A new holding company (Galton Bridge Enterprises Limited) acquired all the share capital of New Conveyor Limited and became the company's new ultimate parent company. The assets of New Conveyor Limited are to remain within the company.

ON BEHALF OF THE BOARD:

Mr I A Bytheway - Director

29 September 2020

Report of the Directors
for the Year Ended 31 December 2019

The directors present their report with the financial statements of the company for the year ended 31 December 2019.

DIVIDENDS

Interim dividends per share on the Ordinary B £1 shares were paid as follows:

1,200,000	- 1 March 2019
1,056,583	- 5 April 2019
1,350,000	- 8 April 2019
<u>450,000</u>	- 7 October 2019
<u>4,056,583</u>	

The directors recommend that no final dividend be paid on these shares.

No interim dividend was paid on the Ordinary A £1 shares. The directors recommend that no final dividend be paid on these shares.

The total distribution of dividends for the year ended 31 December 2019 will be £ 4,056,583 .

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2019 to the date of this report.

Mr I A Bytheway
Mr R P Hickman
Mr B J E Toye

Other changes in directors holding office are as follows:

Mr E W Toye ceased to be a director after 31 December 2019 but prior to the date of this report.

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.

AUDITORS

The auditors, Lewis Smith & Co will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

Mr I A Bytheway - Director

29 September 2020

Opinion

We have audited the financial statements of New Conveyor Limited (the 'company') for the year ended 31 December 2019 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 31 December 2019 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

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 three, 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.

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.

Use of our report

This report is made solely to the company's members, 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 members 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Craig Alan Beale FCCA (Senior Statutory Auditor)
for and on behalf of Lewis Smith & Co.
Chartered Certified Accountants
Statutory Auditors
The Old Doctor's House
74 Grange Road
Dudley
West Midlands
DY1 2AW

29 September 2020

Statement of Comprehensive Income
for the Year Ended 31 December 2019

	Notes	31.12.19 £	£	31.12.18 £	£
TURNOVER			-		-
Administrative expenses			<u>113,023</u> (113,023)		<u>100,800</u> (100,800)
Other operating income			<u>128,070</u>		<u>148,497</u>
OPERATING PROFIT	4		15,047		47,697
Income from shares in group undertakings		3,175,861		1,024,850	
Interest receivable and similar income		<u>26</u>		<u>-</u>	
			<u>3,175,887</u>		<u>1,024,850</u>
			3,190,934		1,072,547
Interest payable and similar expenses	5		<u>319,277</u>		<u>274,850</u>
PROFIT BEFORE TAXATION			2,871,657		797,697
Tax on profit	6		<u>(590)</u>		<u>16,463</u>
PROFIT FOR THE FINANCIAL YEAR			2,872,247		781,234
OTHER COMPREHENSIVE INCOME			<u>-</u>		<u>-</u>
TOTAL COMPREHENSIVE INCOME					
FOR THE YEAR			<u>2,872,247</u>		<u>781,234</u>

Balance Sheet
31 December 2019

	Notes	31.12.19 £	£	31.12.18 £	£
FIXED ASSETS					
Tangible assets	8		1,925,495		1,931,004
Investments	9		8,854,592		8,854,592
Investment property	10		4,335,893		4,234,772
			<u>15,115,980</u>		<u>15,020,368</u>
CURRENT ASSETS					
Debtors	11	213,362		12,687	
Cash at bank		<u>193,727</u>		<u>172,146</u>	
		407,089		184,833	
CREDITORS					
Amounts falling due within one year	12	<u>14,441,848</u>		<u>12,939,054</u>	
NET CURRENT LIABILITIES			<u>(14,034,759)</u>		<u>(12,754,221)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,081,221		2,266,147
PROVISIONS FOR LIABILITIES	14		<u>3,852</u>		<u>4,442</u>
NET ASSETS			<u>1,077,369</u>		<u>2,261,705</u>
CAPITAL AND RESERVES					
Called up share capital	15		10,000		10,000
Retained earnings	16		<u>1,067,369</u>		<u>2,251,705</u>
SHAREHOLDERS' FUNDS			<u>1,077,369</u>		<u>2,261,705</u>

The financial statements were approved by the Board of Directors and authorised for issue on 29 September 2020 and were signed on its behalf by:

Mr I A Bytheway - Director

Statement of Changes in Equity
for the Year Ended 31 December 2019

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 January 2018	10,000	2,220,471	2,230,471
Changes in equity			
Dividends	-	(750,000)	(750,000)
Total comprehensive income	-	781,234	781,234
Balance at 31 December 2018	10,000	2,251,705	2,261,705
Changes in equity			
Dividends	-	(4,056,583)	(4,056,583)
Total comprehensive income	-	2,872,247	2,872,247
Balance at 31 December 2019	10,000	1,067,369	1,077,369

Cash Flow Statement
for the Year Ended 31 December 2019

	Notes	31.12.19 £	31.12.18 £
Cash flows from operating activities			
Cash generated from operations	1	19,853	58,004
Finance costs paid		(319,277)	(274,850)
Tax paid		(7,146)	(28,575)
Net cash from operating activities		<u>(306,570)</u>	<u>(245,421)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		-	(265,157)
Purchase of investment property		(101,121)	(402,157)
Interest received		26	-
Dividends received		<u>3,175,861</u>	<u>1,024,850</u>
Net cash from investing activities		<u>3,074,766</u>	<u>357,536</u>
Cash flows from financing activities			
New loans taken in year		1,507,580	690,900
New loans given in year		(201,212)	-
Amount introduced by directors		3,600	-
Equity dividends paid		<u>(4,056,583)</u>	<u>(750,000)</u>
Net cash from financing activities		<u>(2,746,615)</u>	<u>(59,100)</u>
Increase in cash and cash equivalents		<u>21,581</u>	<u>53,015</u>
Cash and cash equivalents at beginning of year	2	172,146	119,131
Cash and cash equivalents at end of year	2	<u><u>193,727</u></u>	<u><u>172,146</u></u>

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the Year Ended 31 December 2019

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

	31.12.19	31.12.18
	£	£
Profit before taxation	2,871,657	797,697
Depreciation charges	5,509	6,482
Finance costs	319,277	274,850
Finance income	(3,175,887)	(1,024,850)
	20,556	54,179
(Increase)/decrease in trade and other debtors	(3,331)	2,343
Increase in trade and other creditors	2,628	1,482
Cash generated from operations	19,853	58,004

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 31 December 2019

	31.12.19	1.1.19
	£	£
Cash and cash equivalents	193,727	172,146

Year ended 31 December 2018

	31.12.18	1.1.18
	£	£
Cash and cash equivalents	172,146	119,131

3. **ANALYSIS OF CHANGES IN NET DEBT**

	At 1.1.19	Cash flow	At 31.12.19
	£	£	£
Net cash			
Cash at bank	172,146	21,581	193,727
	172,146	21,581	193,727
Debt			
Debts falling due within 1 year	(8,994,000)	-	(8,994,000)
	(8,994,000)	-	(8,994,000)
Total	(8,821,854)	21,581	(8,800,273)

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

1. **STATUTORY INFORMATION**

New Conveyor 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**

General information and 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.

The financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest £. The accounts are prepared on the going concern basis.

Preparation of consolidated financial statements

The financial statements contain information about New Conveyor Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 400 of the Companies Act 2006 from the requirements to prepare consolidated financial statements as it and its subsidiary undertaking are included by full consolidation in the consolidated financial statements of its parent, Galton Bridge Enterprises Limited, Sandy Lane, Titton, Stourport-on-Severn, Worcestershire, DY13 9QA..

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% on cost
Plant and machinery	- 15% on reducing balance

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost less any provision for impairment.

Investment property

Investment properties are shown at their fair value, which is ascertained by the directors with confirmation from a registered surveyor as to their current market values.

In respect of the Castle property, which is undergoing major renovation works, valuations based upon initial cost plus costs of renovation are confirmed by a registered surveyor to its present condition.

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 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.

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

2. **ACCOUNTING POLICIES - continued**

Foreign currency

Foreign currency transactions are initially recognised by applying to the foreign currency amount the spot exchange rate between the functional currency and the foreign currency at the date of the transaction. Balances existing at the balance sheet date are translated at the exchange rate at the balance sheet date.

3. **EMPLOYEES AND DIRECTORS**

There were no staff costs for the year ended 31 December 2019 nor for the year ended 31 December 2018.

	31.12.19	31.12.18
	£	£
Directors' remuneration	<u>-</u>	<u>-</u>

4. **OPERATING PROFIT**

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

	31.12.19	31.12.18
	£	£
Depreciation - owned assets	5,509	6,482
Auditors' remuneration	4,950	5,350
Foreign exchange differences	<u>426</u>	<u>(1,496)</u>

5. **INTEREST PAYABLE AND SIMILAR EXPENSES**

	31.12.19	31.12.18
	£	£
A Preference share dividend	116,164	100,000
B Preference share dividend	<u>203,113</u>	<u>174,850</u>
	<u>319,277</u>	<u>274,850</u>

6. **TAXATION**

Analysis of the tax (credit)/charge

The tax (credit)/charge on the profit for the year was as follows:

	31.12.19	31.12.18
	£	£
Current tax:		
UK corporation tax	-	12,303
Deferred tax	<u>(590)</u>	<u>4,160</u>
Tax on profit	<u>(590)</u>	<u>16,463</u>

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

6. **TAXATION - continued**

Reconciliation of total tax (credit)/charge included in profit and loss

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

	31.12.19 £	31.12.18 £
Profit before tax	<u>2,871,657</u>	<u>797,697</u>
Profit multiplied by the standard rate of corporation tax in the UK of 19% (2018 - 19%)	545,615	151,562
Effects of:		
Expenses not deductible for tax purposes	71,538	59,623
Income not taxable for tax purposes	(603,414)	(194,722)
Capital allowances in excess of depreciation	-	(4,160)
Depreciation in excess of capital allowances	590	-
Utilisation of tax losses	(14,329)	-
Deferred Tax	<u>(590)</u>	<u>4,160</u>
Total tax (credit)/charge	<u>(590)</u>	<u>16,463</u>

There is no corporation tax charge in the accounts this year. This is due to group loss relief being available to the company and this has been used to fully relieve the company's taxable profits for the year.

7. **DIVIDENDS**

	31.12.19 £	31.12.18 £
Ordinary B shares of £1 each		
Interim dividends	<u>4,056,583</u>	<u>750,000</u>

8. **TANGIBLE FIXED ASSETS**

	Freehold property £	Plant and machinery £	Totals £
COST			
At 1 January 2019			
and 31 December 2019	<u>1,894,275</u>	<u>50,035</u>	<u>1,944,310</u>
DEPRECIATION			
At 1 January 2019	-	13,306	13,306
Charge for year	-	5,509	5,509
At 31 December 2019	-	<u>18,815</u>	<u>18,815</u>
NET BOOK VALUE			
At 31 December 2019	<u>1,894,275</u>	<u>31,220</u>	<u>1,925,495</u>
At 31 December 2018	<u>1,894,275</u>	<u>36,729</u>	<u>1,931,004</u>

Although the depreciation policy on leasehold property is 2% on cost, no depreciation had been charged for the year as the directors consider that due to the property having a higher estimated residual value, depreciation would be negligible.

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

9. **FIXED ASSET INVESTMENTS**

	Shares in group undertakings £
COST	
At 1 January 2019 and 31 December 2019	<u>20,000,000</u>
PROVISIONS	
At 1 January 2019 and 31 December 2019	<u>11,145,408</u>
NET BOOK VALUE	
At 31 December 2019	<u>8,854,592</u>
At 31 December 2018	<u>8,854,592</u>

The company's investments at the Balance Sheet date in the share capital of companies include the following:

Conveyor Units Limited

Registered office: United Kingdom
Nature of business: Manufacturing

	% holding	31.12.19 £	31.12.18 £
Class of shares:			
Ordinary A	100.00		
Aggregate capital and reserves		15,411,004	15,579,050
Profit for the year		<u>3,007,815</u>	<u>2,363,560</u>

Bridge Bearings Limited

Registered office: United Kingdom
Nature of business: Manufacturing

	% holding	31.12.19 £	31.12.18 £
Class of shares:			
Ordinary A	100.00		
Aggregate capital and reserves		5,226,140	4,587,645
Profit for the year		<u>638,495</u>	<u>528,058</u>

Fixed asset investments are valued at fair value.

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

10. **INVESTMENT PROPERTY**

	Total £
FAIR VALUE	
At 1 January 2019	4,234,772
Additions	101,121
At 31 December 2019	<u>4,335,893</u>
NET BOOK VALUE	
At 31 December 2019	<u>4,335,893</u>
At 31 December 2018	<u>4,234,772</u>

A portfolio of investment properties have been purchased each year since 2013 and all are held at original cost, confirmed by independent valuations by a registered surveyor, Sherry Fitzgerald, to corroborate the directors' opinions that their original costs are equivalent to their fair values at each accounting year end date.

11. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.19 £	31.12.18 £
Amounts owed by group undertakings	201,212	-
Other debtors	891	-
Directors' current accounts	900	4,500
Tax	5,746	6,014
VAT	3,535	2,173
Prepayments and accrued income	1,078	-
	<u>213,362</u>	<u>12,687</u>

12. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.19 £	31.12.18 £
Preference shares (see note 13)	8,994,000	8,994,000
Amounts owed to group undertakings	5,438,888	3,931,308
Tax	-	7,414
Other creditors	-	982
Accruals and deferred income	8,960	5,350
	<u>14,441,848</u>	<u>12,939,054</u>

13. **LOANS**

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

13. **LOANS - continued**

Preference shares within creditors consist of 2,000,000 £1 redeemable A preference shares and 6,994,000 £1 redeemable B preference shares. Dividends are voted upon these shares at fixed rates of 5% on the A preference shares and 2.5% on the B preference shares.

These preference shares do not have a fixed redemption date. The shares are redeemable at the option of the holder within a 30 day notice period.

The A and B preference shares were held by Mr E W Toye but during the year were acquired by Galton Bridge Enterprises Limited as part of the groups structural reorganisation.

During the year and before Galton Bridge Enterprises Limited acquired the shares, interest was paid of 5.80822 pence per each A preference share and 2.90411 pence per each B preference share, making a total of £319,278 interest paid on the preference shares for the year.

14. **PROVISIONS FOR LIABILITIES**

	31.12.19 £	31.12.18 £
Deferred tax		
Accelerated capital allowances	<u>3,852</u>	<u>4,442</u>
		Deferred tax
		£
Balance at 1 January 2019		4,442
Accelerated capital allowances		(590)
Balance at 31 December 2019		<u>3,852</u>

15. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:			31.12.19 £	31.12.18 £
Number:	Class:	Nominal value:		
6,000	Ordinary A	£1	6,000	6,000
4,000	Ordinary B	£1	<u>4,000</u>	<u>4,000</u>
			<u>10,000</u>	<u>10,000</u>

16. **RESERVES**

	Retained earnings £
At 1 January 2019	2,251,705
Profit for the year	2,872,247
Dividends	<u>(4,056,583)</u>
At 31 December 2019	<u>1,067,369</u>

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

17. **DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

The following interest free advances and credits, payable on demand, to directors subsisted during the years ended 31 December 2019 and 31 December 2018:

	31.12.19 £	31.12.18 £
Mr I A Bytheway		
Balance outstanding at start of year	2,250	2,250
Amounts repaid	(1,800)	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>450</u>	<u>2,250</u>
Mr R P Hickman		
Balance outstanding at start of year	2,250	2,250
Amounts repaid	(1,800)	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>450</u>	<u>2,250</u>

During the year and before Galton Bridge Enterprises Limited acquired the shares, the director Mr E Toye received interest on his Redeemable A preference shares totalling £116,164 (2018 - £100,000) and interest on his Redeemable B preference shares totalling £203,113 (2018 - £174,850).

18. **ULTIMATE PARENT COMPANY**

Previously, New Conveyor Limited was regarded by the directors as being the ultimate parent company of the New Conveyor Limited group.

However in this year, a new holding company (Galton Bridge Enterprises Limited) was incorporated and acquired the share capital of New Conveyor Limited and become the new ultimate parent company.

19. **ULTIMATE CONTROLLING PARTY**

The directors Mr I A Bytheway, Mr R P Hickman and Mr B J E Toye are the ultimate controlling parties of New Conveyor Limited.

Previously Mr E W Toye had been the ultimate controlling party by virtue of his shareholding in the previous holding company New Conveyor Limited.

However, as mentioned note 18 above, during the year a new holding company (Galton Bridge Enterprises Limited) was incorporated and acquired the share capital of New Conveyor Limited, with the above directors all jointly owning the share capital of Galton Bridge Enterprises Limited.

In addition to the above Mr E W Toye passed away on 2nd January 2020.

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.