

Group Strategic Report, Report of the Directors and
Consolidated Financial Statements for the Year Ended 31 December 2019
for
H.Jenkinson & Company,Limited

Haines Watts
Statutory Auditor
3rd Floor Pacific Chambers
11-13 Victoria Street
Liverpool
Merseyside
L2 5QQ



Contents of the Consolidated Financial Statements
for the Year Ended 31 December 2019

	Page
Company Information	1
Group Strategic Report	2
Report of the Directors	4
Report of the Independent Auditors	5
Consolidated Income Statement	7
Consolidated Other Comprehensive Income	8
Consolidated Balance Sheet	9
Company Balance Sheet	10
Consolidated Statement of Changes in Equity	12
Company Statement of Changes in Equity	13
Consolidated Cash Flow Statement	14
Notes to the Consolidated Cash Flow Statement	15
Notes to the Consolidated Financial Statements	17
Consolidated Trading and Profit and Loss Account	28

H.Jenkinson & Company,Limited

Company Information
for the Year Ended 31 December 2019

DIRECTORS:

C W Mills
M Baker
J Mills
B King

SECRETARY:

Mrs S A Baker

REGISTERED OFFICE:

Kitling Road
Knowsley Business Park
Prescot
Merseyside
L34 9JR

REGISTERED NUMBER:

00169844

AUDITORS:

Haines Watts
Statutory Auditor
3rd Floor Pacific Chambers
11-13 Victoria Street
Liverpool
Merseyside
L2 5QQ

The directors present their strategic report of the company and the group for the year ended 31 December 2019.

REVIEW OF BUSINESS

The Company's main activities are in four principal areas, the supply of office furniture, stationery printing and the supply/servicing of photocopiers

In 2019 we once again increased our Furniture Sales, whilst maintaining our overall sales at the previous years level. Our fixed costs and profit margins were both within budget.

Furniture sales continued to grow, both in terms of sales and gross profit. We continued in 2019 to expand our geographical sales area of furniture. We see this geographic diversification as an important part of our strategic push further in furniture sales. We maintained all our existing contracts and relationships and have established new ones, throughout the year.

During the fourth quarter of 2019 we established our 'own ranges' of furniture, both desking and seating with the strategic view of increasing our profit margins on these product lines. We believe in 2020 these own brand products will become established and enable us to operate far more independently of our manufacturer partners.

Stationery continued to maintain sales and profit despite a declining market. We anticipate in 2020, that we will move aggressively towards more online sales, with a reduced emphasis on sales staff. This will enable us to reduce fixed costs and improve profitability.

Print sales and copiers continue to have reduced sales, due to declining market demand. The Directors had anticipated these declines. And had reduced costs within these areas to reflect this.

The company remains profitable, and is confident that 2020 will prove to be a successful year in terms of growth and profitability.

We anticipate appointing a new director Adam Mills during 2020. This appointment will provide more youth and enthusiasm to the board into the next decade.

PRINCIPAL RISKS AND UNCERTAINTIES

In 2020 we have no major contracts due for renewal; but will be bidding for several new large furniture contracts.

The major risk of uncertainty in 2020 continues to be the effect on our supply chain due to Brexit. As the UK Government has still not come to an agreement with the E.U., we still operate under the threat of a 'no deal Brexit' and the effect this could have on our supply chain and costs of products.

We have excessive discussion regularly with our suppliers (who are all UK based) regarding their plans to ensure continued supply after December 2020.

We continue to expand our geographical area of sales - so as to ensure we are not dependent upon any one geographical area.

Our move to more 'online electronic ordering' for stationery will ensure its continued profitability whilst satisfying customer demand for more electronic ordering. Our risk here is to make this move from physical to electronic sales in an orderly/controlled manner.

The Directors continue to plan and operate the company in a manner which takes account of all the uncertainties and risks we have identified.

The Directors continue to be confident and optimistic about the long term future of the company.

ON BEHALF OF THE BOARD:



.....
C W Mills - Director

Date: 10th DECEMBER 2020 .

H.Jenkinson & Company,Limited

Report of the Directors
for the Year Ended 31 December 2019

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

DIVIDENDS

No dividends will be distributed for the year ended 31 December 2019.

DIRECTORS

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

C W Mills
M Baker
J Mills
B King

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Group 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 the group and of the profit or loss of the group 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 and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group 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 the group 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 group'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 group's auditors are aware of that information.

AUDITORS

The auditors, Haines Watts, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



C W Mills - Director

Date: 10th December 2020

Report of the Independent Auditors to the Members of
H.Jenkinson & Company,Limited

Opinion

We have audited the financial statements of H.Jenkinson & Company,Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 December 2019 which comprise the Consolidated Income Statement, Consolidated Other Comprehensive Income, Consolidated Balance Sheet, Company Balance Sheet, Consolidated Statement of Changes in Equity, Company Statement of Changes in Equity, Consolidated Cash Flow Statement and Notes to the Consolidated 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 group's and of the parent company affairs as at 31 December 2019 and of the group's loss 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 group 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 group'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.

However, not all future events or conditions can be predicted. The COVID-19 viral pandemic is one of the most significant economic events for the UK with unprecedented levels of uncertainty of outcomes. It is therefore difficult to evaluate all of the potential implications on the company's trade, customers, suppliers and wider economy.

Other information

The directors are responsible for the other information. The other information comprises the information in the Group 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 Group 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 Group Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

Report of the Independent Auditors to the Members of
H.Jenkinson & Company,Limited

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Group 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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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 four, 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 group's and the parent 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 group or the parent 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.

Francis Murphy (Senior Statutory Auditor)
for and on behalf of Haines Watts
Statutory Auditor
3rd Floor Pacific Chambers
11-13 Victoria Street
Liverpool
Merseyside
L2 5QQ

Date: 10th DECEMBER 2020.

H.Jenkinson & Company,Limited

Consolidated Income Statement
for the Year Ended 31 December 2019

	Notes	31.12.19 £	31.12.18 £
TURNOVER		12,244,043	12,501,270
Cost of sales		<u>8,770,683</u>	<u>8,938,070</u>
GROSS PROFIT		3,473,360	3,563,200
Administrative expenses		<u>3,615,706</u>	<u>3,384,230</u>
OPERATING (LOSS)/PROFIT	4	(142,346)	178,970
Interest payable and similar expenses	5	<u>9,209</u>	<u>8,572</u>
(LOSS)/PROFIT BEFORE TAXATION		(151,555)	170,398
Tax on (loss)/profit	6	<u>(100,070)</u>	<u>33,470</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		(51,485)	136,928
(Loss)/profit attributable to: Owners of the parent		<u>(51,485)</u>	<u>136,928</u>

The notes form part of these financial statements

H.Jenkinson & Company,Limited

Consolidated Other Comprehensive Income
for the Year Ended 31 December 2019

	Notes	31.12.19 £	31.12.18 £
(LOSS)/PROFIT FOR THE YEAR		(51,485)	136,928
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>(51,485)</u>	<u>136,928</u>
Total comprehensive income attributable to: Owners of the parent		<u>(51,485)</u>	<u>136,928</u>

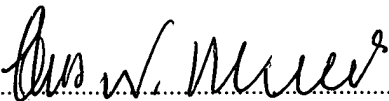
The notes form part of these financial statements

Consolidated Balance Sheet

31 December 2019

	Notes	£	31.12.19 £	£	31.12.18 £
FIXED ASSETS					
Intangible assets	8		-		-
Tangible assets	9		1,506,962		1,515,553
Investments	10		-		-
			<u>1,506,962</u>		<u>1,515,553</u>
CURRENT ASSETS					
Stocks	11	365,584		739,913	
Debtors	12	1,789,253		1,742,225	
Investments	13	124,518		109,560	
Cash at bank		1,380,322		1,763,629	
		<u>3,659,677</u>		<u>4,355,327</u>	
CREDITORS					
Amounts falling due within one year	14	2,258,279		2,883,102	
			<u>1,401,398</u>		<u>1,472,225</u>
NET CURRENT ASSETS					
TOTAL ASSETS LESS CURRENT LIABILITIES					
			<u>2,908,360</u>		<u>2,987,778</u>
CREDITORS					
Amounts falling due after more than one year	15		(87,907)		(87,060)
PROVISIONS FOR LIABILITIES	18		(73,054)		(101,834)
NET ASSETS			<u>2,747,399</u>		<u>2,798,884</u>
CAPITAL AND RESERVES					
Called up share capital	19		1,134		1,134
Revaluation reserve	20		450,897		461,082
Retained earnings	20		2,295,368		2,336,668
SHAREHOLDERS' FUNDS			<u>2,747,399</u>		<u>2,798,884</u>

The financial statements were approved by the Board of Directors and authorised for issue on ~~10th December 2020~~ and were signed on its behalf by:


C W Mills - Director

Company Balance Sheet
31 December 2019

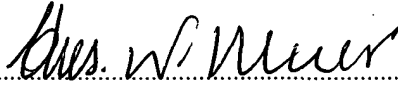
	Notes	£	31.12.19 £	31.12.18 £
FIXED ASSETS				
Intangible assets	8		-	-
Tangible assets	9		1,461,511	1,479,193
Investments	10		2	17
			<u>1,461,513</u>	<u>1,479,210</u>
CURRENT ASSETS				
Stocks	11	365,584	739,913	
Debtors	12	1,786,441	1,867,772	
Investments	13	124,518	109,560	
Cash at bank		1,002,272	1,038,829	
		<u>3,278,815</u>	<u>3,756,074</u>	
CREDITORS				
Amounts falling due within one year	14	2,258,278	2,884,244	
			<u></u>	
NET CURRENT ASSETS			<u>1,020,537</u>	<u>871,830</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>2,482,050</u>	<u>2,351,040</u>
CREDITORS				
Amounts falling due after more than one year	15		(87,907)	(87,060)
PROVISIONS FOR LIABILITIES	18		(73,054)	(101,834)
			<u></u>	<u></u>
NET ASSETS			<u>2,321,089</u>	<u>2,162,146</u>
CAPITAL AND RESERVES				
Called up share capital	19		1,134	1,134
Revaluation reserve	20		450,897	461,082
Retained earnings	20		1,869,058	1,699,930
			<u>2,321,089</u>	<u>2,162,146</u>
SHAREHOLDERS' FUNDS				
			<u></u>	<u></u>
Company's profit for the financial year			<u>158,943</u>	<u>103,589</u>

H.Jenkinson & Company,Limited (Registered number: 00169844)

Company Balance Sheet - continued

31 December 2019

The financial statements were approved by the Board of Directors and authorised for issue on
10th Dec 2020 and were signed on its behalf by:



C W Mills - Director

H.Jenkinson & Company,Limited

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

	Called up share capital £	Retained earnings £	Revaluation reserve £	Total equity £
Balance at 1 January 2018	1,134	2,189,555	471,267	2,661,956
Changes in equity				
Total comprehensive income	-	147,113	(10,185)	136,928
Balance at 31 December 2018	1,134	2,336,668	461,082	2,798,884
Changes in equity				
Total comprehensive income	-	(41,300)	(10,185)	(51,485)
Balance at 31 December 2019	1,134	2,295,368	450,897	2,747,399

The notes form part of these financial statements

H.Jenkinson & Company,Limited

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

	Called up share capital £	Retained earnings £	Revaluation reserve £	Total equity £
Balance at 1 January 2018	1,134	1,586,156	471,267	2,058,557
Changes in equity				
Total comprehensive income	-	113,774	(10,185)	103,589
Balance at 31 December 2018	1,134	1,699,930	461,082	2,162,146
Changes in equity				
Total comprehensive income	-	169,128	(10,185)	158,943
Balance at 31 December 2019	1,134	1,869,058	450,897	2,321,089

The notes form part of these financial statements

H.Jenkinson & Company,Limited

Consolidated 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	(211,767)	1,283,243
Interest paid		-	(45)
Interest element of hire purchase payments paid.		(9,209)	(8,527)
Tax paid		-	(26,897)
Net cash from operating activities		<u>(220,976)</u>	<u>1,247,774</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(140,060)	(154,558)
Sale of tangible fixed assets		-	12,500
Net cash from investing activities		<u>(140,060)</u>	<u>(142,058)</u>
Cash flows from financing activities			
Loan repayments in year		-	(42,383)
HP repayments in year		(27,602)	9,082
Amount introduced by directors		5,331	11,532
Net cash from financing activities		<u>(22,271)</u>	<u>(21,769)</u>
(Decrease)/increase in cash and cash equivalents		<u>(383,307)</u>	<u>1,083,947</u>
Cash and cash equivalents at beginning of year	2	1,763,629	679,682
Cash and cash equivalents at end of year	2	<u><u>1,380,322</u></u>	<u><u>1,763,629</u></u>

The notes form part of these financial statements

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

1. **RECONCILIATION OF (LOSS)/PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	31.12.19	31.12.18
	£	£
(Loss)/profit before taxation	(151,555)	170,398
Depreciation charges	142,776	170,727
Loss/(profit) on disposal of fixed assets	5,875	(3,309)
Finance costs	9,209	8,572
	<u>6,305</u>	<u>346,388</u>
Decrease/(increase) in stocks	374,329	(162,481)
(Increase)/decrease in trade and other debtors	(61,986)	1,134,236
Decrease in trade and other creditors	(530,415)	(34,900)
	<u>(211,767)</u>	<u>1,283,243</u>

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	<u>1,380,322</u>	<u>1,763,629</u>

Year ended 31 December 2018

	31.12.18	1.1.18
	£	£
Cash and cash equivalents	1,763,629	719,840
Bank overdrafts	-	(40,158)
	<u>1,763,629</u>	<u>679,682</u>

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

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.19 £	Cash flow £	At 31.12.19 £
Net cash			
Cash at bank	1,763,629	(383,307)	1,380,322
	<u>1,763,629</u>	<u>(383,307)</u>	<u>1,380,322</u>
 Liquid resources			
Current asset investments	109,560	14,958	124,518
	<u>109,560</u>	<u>14,958</u>	<u>124,518</u>
 Debt			
Finance leases	(182,141)	27,602	(154,539)
	<u>(182,141)</u>	<u>27,602</u>	<u>(154,539)</u>
 Total	<u>1,691,048</u>	<u>(340,747)</u>	<u>1,350,301</u>

1. **STATUTORY INFORMATION**

H.Jenkinson & Company,Limited is a private company, limited by shares, registered in Not specified/Other. The company's registered number and registered office address can be found on the General Information page.

2. **ACCOUNTING POLICIES**

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 as modified by the revaluation of property.

Basis of consolidation

The Consolidated profit and loss account and balance sheet include the financial statements of the company and its subsidiary undertakings made up to the 31 December 2018. Intra-group sales and profits are eliminated fully on consolidation.

Significant judgements and estimates

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future event that are believed to be reasonable under the circumstances.

There are not considered to be any critical judgements in applying the company's accounting policies.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

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	- 2% on cost
Fixtures and fittings	- 33% on cost, 20% on cost, 15% on reducing balance and 10% on reducing balance
Motor vehicles	- 33% on cost

The freehold property was revalued in 2013. The depreciation of 2% is provided on the revalued amount annually.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

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

2. **ACCOUNTING POLICIES - continued**

Pension costs and other post-retirement benefits

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to profit or loss in the period to which they relate.

3. **EMPLOYEES AND DIRECTORS**

	31.12.19	31.12.18
	£	£
Wages and salaries	2,352,043	2,212,978
Social security costs	311,933	291,064
	<u>2,663,976</u>	<u>2,504,042</u>

The average number of employees during the year was as follows:

	31.12.19	31.12.18
All staff including directors	<u>73</u>	<u>72</u>

The average number of employees by undertakings that were proportionately consolidated during the year was 73 (2018 - 72).

	31.12.19	31.12.18
	£	£
Directors' remuneration	<u>411,000</u>	<u>411,000</u>

Information regarding the highest paid director is as follows:

	31.12.19	31.12.18
	£	£
Emoluments etc	<u>125,000</u>	<u>-</u>

4. **OPERATING (LOSS)/PROFIT**

The operating loss (2018 - operating profit) is stated after charging/(crediting):

	31.12.19	31.12.18
	£	£
Hire of plant and machinery	1,006	3,868
Depreciation - owned assets	84,150	105,617
Depreciation - assets on hire purchase contracts	58,626	65,110
Loss/(profit) on disposal of fixed assets	5,875	(3,309)
Auditors' remuneration	14,050	13,830
Other non- audit services	<u>11,201</u>	<u>-</u>

5. **INTEREST PAYABLE AND SIMILAR EXPENSES**

	31.12.19	31.12.18
	£	£
Bank loan interest	-	45
Hire purchase	9,209	8,527
	<u>9,209</u>	<u>8,572</u>

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

6. **TAXATION**

Analysis of the tax (credit)/charge

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

	31.12.19 £	31.12.18 £
Current tax:		
UK corporation tax	(71,290)	19,378
Deferred tax	(28,780)	14,092
Tax on (loss)/profit	<u>(100,070)</u>	<u>33,470</u>

7. **INDIVIDUAL INCOME STATEMENT**

As permitted by Section 408 of the Companies Act 2006, the Income Statement of the parent company is not presented as part of these financial statements.

8. **INTANGIBLE FIXED ASSETS**

Group

Goodwill
£

COST

At 1 January 2019
and 31 December 2019

362,809

AMORTISATION

At 1 January 2019
and 31 December 2019

362,809

NET BOOK VALUE

At 31 December 2019

-

At 31 December 2018

-

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

9. **TANGIBLE FIXED ASSETS**

Group

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 January 2019	1,200,000	1,002,510	421,834	2,624,344
Additions	-	54,057	86,003	140,060
Disposals	-	(132,221)	(33,003)	(165,224)
At 31 December 2019	1,200,000	924,346	474,834	2,599,180
DEPRECIATION				
At 1 January 2019	120,000	764,050	224,741	1,108,791
Charge for year	24,000	66,679	52,097	142,776
Eliminated on disposal	-	(132,221)	(27,128)	(159,349)
At 31 December 2019	144,000	698,508	249,710	1,092,218
NET BOOK VALUE				
At 31 December 2019	1,056,000	225,838	225,124	1,506,962
At 31 December 2018	1,080,000	238,460	197,093	1,515,553

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

	Fixtures and fittings £	Motor vehicles £	Totals £
COST			
At 1 January 2019	160,856	413,901	574,757
Additions	-	86,003	86,003
Disposals	-	(33,003)	(33,003)
Transfer to ownership	-	(80,039)	(80,039)
At 31 December 2019	160,856	386,862	547,718
DEPRECIATION			
At 1 January 2019	30,369	218,542	248,911
Charge for year	13,049	45,577	58,626
Eliminated on disposal	-	(27,128)	(27,128)
Transfer to ownership	-	(55,163)	(55,163)
At 31 December 2019	43,418	181,828	225,246
NET BOOK VALUE			
At 31 December 2019	117,438	205,034	322,472
At 31 December 2018	130,487	195,359	325,846

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

9. **TANGIBLE FIXED ASSETS - continued**

Company

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Totals £
COST OR VALUATION				
At 1 January 2019	1,200,000	789,451	429,041	2,418,492
Additions	-	-	86,003	86,003
Disposals	-	-	(33,003)	(33,003)
At 31 December 2019	1,200,000	789,451	482,041	2,471,492
DEPRECIATION				
At 1 January 2019	120,000	587,351	231,948	939,299
Charge for year	24,000	21,713	52,097	97,810
Eliminated on disposal	-	-	(27,128)	(27,128)
At 31 December 2019	144,000	609,064	256,917	1,009,981
NET BOOK VALUE				
At 31 December 2019	1,056,000	180,387	225,124	1,461,511
At 31 December 2018	1,080,000	202,100	197,093	1,479,193

Cost or valuation at 31 December 2019 is represented by:

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Totals £
Valuation in 2013	285,934	-	-	285,934
Cost	914,066	789,451	482,041	2,185,558
	1,200,000	789,451	482,041	2,471,492

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

9. **TANGIBLE FIXED ASSETS - continued**

Company

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

	Fixtures and fittings £	Motor vehicles £	Totals £
COST OR VALUATION			
At 1 January 2019	160,856	413,901	574,757
Additions	-	86,003	86,003
Disposals	-	(33,003)	(33,003)
Transfer to ownership	-	(80,039)	(80,039)
	<hr/>	<hr/>	<hr/>
At 31 December 2019	160,856	386,862	547,718
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 January 2019	30,369	218,542	248,911
Charge for year	13,049	45,577	58,626
Eliminated on disposal	-	(27,128)	(27,128)
Transfer to ownership	-	(55,163)	(55,163)
	<hr/>	<hr/>	<hr/>
At 31 December 2019	43,418	181,828	225,246
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 31 December 2019	117,438	205,034	322,472
	<hr/>	<hr/>	<hr/>
At 31 December 2018	130,487	195,359	325,846
	<hr/>	<hr/>	<hr/>

10. **FIXED ASSET INVESTMENTS**

Company

	Shares in group undertakings £
COST	
At 1 January 2019	17
Impairments	(15)
	<hr/>
At 31 December 2019	2
	<hr/>
NET BOOK VALUE	
At 31 December 2019	2
	<hr/>
At 31 December 2018	17
	<hr/>

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

10. FIXED ASSET INVESTMENTS - continued

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

Subsidiary

Concept Rental Services Limited

Registered office: Kitling Road,Knowsley Business Park,Prescot,Liverpool,L34 9JR

Nature of business: Rental

Class of shares:	% holding		
Ordinary	100.00	31.12.19	31.12.18
		£	£
Aggregate capital and reserves		425,168	635,596
Profit for the year		39,572	33,340
		<u> </u>	<u> </u>

11. STOCKS

	Group		Company	
	31.12.19	31.12.18	31.12.19	31.12.18
	£	£	£	£
Finished goods	<u>365,584</u>	<u>739,913</u>	<u>365,584</u>	<u>739,913</u>

Stock recognised in cost of sales during the year as an expense amounted to £215,730 (2017 -£253,168)

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	31.12.19	31.12.18	31.12.19	31.12.18
	£	£	£	£
Trade debtors	1,741,125	1,739,859	1,730,499	1,724,722
Amounts owed by group undertakings	1,126	-	8,940	140,684
Other debtors	<u>47,002</u>	<u>2,366</u>	<u>47,002</u>	<u>2,366</u>
	<u>1,789,253</u>	<u>1,742,225</u>	<u>1,786,441</u>	<u>1,867,772</u>

13. CURRENT ASSET INVESTMENTS

	Group		Company	
	31.12.19	31.12.18	31.12.19	31.12.18
	£	£	£	£
Unlisted investments	<u>124,518</u>	<u>109,560</u>	<u>124,518</u>	<u>109,560</u>

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

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	31.12.19	31.12.18	31.12.19	31.12.18
	£	£	£	£
Hire purchase contracts (see note 16)	66,632	95,081	66,632	95,081
Trade creditors	959,184	1,685,987	959,184	1,685,987
Amounts owed to group undertakings	-	-	-	1,142
Tax	-	19,378	-	19,378
Social security and other taxes	31,599	27,451	31,599	27,451
VAT	87,168	81,614	87,167	81,614
Other creditors	25,225	20,661	25,225	20,661
Directors' current accounts	103,765	98,434	103,765	98,434
Accrued expenses	984,706	854,496	984,706	854,496
	<u>2,258,279</u>	<u>2,883,102</u>	<u>2,258,278</u>	<u>2,884,244</u>

15. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group		Company	
	31.12.19	31.12.18	31.12.19	31.12.18
	£	£	£	£
Hire purchase contracts (see note 16)	<u>87,907</u>	<u>87,060</u>	<u>87,907</u>	<u>87,060</u>

16. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

Group

	Hire purchase contracts	
	31.12.19	31.12.18
	£	£
Gross obligations repayable:		
Within one year	72,853	104,792
Between one and five years	92,979	97,421
	<u>165,832</u>	<u>202,213</u>
Finance charges repayable:		
Within one year	6,221	9,711
Between one and five years	5,072	10,361
	<u>11,293</u>	<u>20,072</u>
Net obligations repayable:		
Within one year	66,632	95,081
Between one and five years	87,907	87,060
	<u>154,539</u>	<u>182,141</u>

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

16. LEASING AGREEMENTS - continued

Company

	Hire purchase contracts	
	31.12.19	31.12.18
	£	£
Gross obligations repayable:		
Within one year	72,853	104,792
Between one and five years	92,979	97,421
	<u>165,832</u>	<u>202,213</u>
Finance charges repayable:		
Within one year	6,221	9,711
Between one and five years	5,072	10,361
	<u>11,293</u>	<u>20,072</u>
Net obligations repayable:		
Within one year	66,632	95,081
Between one and five years	87,907	87,060
	<u>154,539</u>	<u>182,141</u>

Group

	Non-cancellable operating leases	
	31.12.19	31.12.18
	£	£
Within one year	41,731	53,203
Between one and five years	35,467	46,904
	<u>77,198</u>	<u>100,107</u>

Company

	Non-cancellable operating leases	
	31.12.19	31.12.18
	£	£
Within one year	41,731	53,203
Between one and five years	35,467	46,904
	<u>77,198</u>	<u>100,107</u>

17. SECURED DEBTS

The following secured debts are included within creditors:

Company	
31.12.19	31.12.18
£	£
<u> </u>	<u> </u>
<u> </u>	<u> </u>

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

18. PROVISIONS FOR LIABILITIES

	Group		Company	
	31.12.19	31.12.18	31.12.19	31.12.18
	£	£	£	£
Deferred tax	<u>73,054</u>	<u>101,834</u>	<u>73,054</u>	<u>101,834</u>
Group				
			Deferred tax	
			£	
Balance at 1 January 2019			101,834	
Provided during year			<u>(28,780)</u>	
Balance at 31 December 2019			<u>73,054</u>	
Company				
			Deferred tax	
			£	
Balance at 1 January 2019			101,834	
Provided during year			<u>(28,780)</u>	
Balance at 31 December 2019			<u>73,054</u>	

19. CALLED UP SHARE CAPITAL

Allotted and issued:				
Number:	Class:	Nominal	31.12.19	31.12.18
		value:	£	£
1,134	Ordinary	1	<u>1,134</u>	<u>1,134</u>

Called up share capital - Represents the nominal value of shares that have been issued.

20. RESERVES

Group	Retained earnings	Revaluation reserve	Totals
	£	£	£
At 1 January 2019	2,336,668	461,082	2,797,750
Deficit for the year	(51,485)		(51,485)
Revaluation depreciation	<u>10,185</u>	<u>(10,185)</u>	<u>-</u>
At 31 December 2019	<u>2,295,368</u>	<u>450,897</u>	<u>2,746,265</u>

20. **RESERVES - continued**

Company

	Retained earnings £	Revaluation reserve £	Totals £
At 1 January 2019	1,699,930	461,082	2,161,012
Profit for the year	158,943		158,943
Revaluation depreciation	10,185	(10,185)	-
At 31 December 2019	<u>1,869,058</u>	<u>450,897</u>	<u>2,319,955</u>

21. **ULTIMATE CONTROLLING PARTY**

For the whole year the company was under the control of Mr CW Mills, a major shareholder and Chairman of the company.