

Unaudited Financial Statements
for the Year Ended 31 December 2022
for
Robert Arnold Limited

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for the Year Ended 31 December 2022

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Robert Arnold Limited
Company Information
for the Year Ended 31 December 2022

DIRECTORS: R J Arnold
Ms S M Arnold

SECRETARY: R J Arnold

REGISTERED OFFICE: Hillcrest Nurseries
Barningham Road
Stanton
Bury St Edmunds
Suffolk
IP31 2DU

REGISTERED NUMBER: 02565797 (England and Wales)

ACCOUNTANTS: Knights Lowe Chartered Accountants
Eldo House
Kempson Way
Suffolk Business Park
Bury St Edmunds
Suffolk
IP32 7AR

Robert Arnold Limited (Registered number: 02565797)

Balance Sheet
31 December 2022

	Notes	2022 £	£	2021 £	£
FIXED ASSETS					
Tangible assets	4		1,135,278		816,887
CURRENT ASSETS					
Stocks		39,341		21,859	
Debtors	5	838,238		720,561	
Cash at bank		67,078		47,189	
		944,657		789,609	
CREDITORS					
Amounts falling due within one year	6	1,138,178		922,344	
NET CURRENT LIABILITIES			(193,521)		(132,735)
TOTAL ASSETS LESS CURRENT LIABILITIES			941,757		684,152
CREDITORS					
Amounts falling due after more than one year	7		(651,514)		(361,514)
PROVISIONS FOR LIABILITIES	10		(18,672)		(34,041)
NET ASSETS			271,571		288,597
CAPITAL AND RESERVES					
Called up share capital	11		100		100
Retained earnings			271,471		288,497
SHAREHOLDERS' FUNDS			271,571		288,597

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2022 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
31 December 2022

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 June 2023 and were signed on its behalf by:

R J Arnold - Director

Notes to the Financial Statements
for the Year Ended 31 December 2022

1. STATUTORY INFORMATION

Robert Arnold 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.

The presentation currency of the financial statements is the Pound Sterling (£).

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" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

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

Turnover is recognised in the accounts when the company receives the right to receive consideration for services provided with work performed in the year but invoiced after the balance sheet dated included in accrued income.

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	- Straight line over 10 to 40 years
Plant and machinery	- 20% on reducing balance
Motor vehicles	- 25% on reducing balance and Straight line over 6 years

Stocks

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

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

2. ACCOUNTING POLICIES - continued

Financial instruments

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, and loans from banks or other related parties.

Debt instruments, like loans and other accounts receivable and payable, are initially measured at present value of the future payments and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade payables or receivables, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration, expected to be paid or received. However if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in case of an outright short-term loan not at market rate, the financial asset or liability is measured, initially and subsequently, at the present value of the future payment discounted at a market rate of interest for a similar debt instrument.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of Comprehensive Income.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate, which is an approximation of the amount that the company would receive for the asset if it were to be sold at the balance sheet date.

Financial assets and liabilities are offset and the net amount reported in the Balance sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

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.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

2. ACCOUNTING POLICIES - continued

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.

Impairment

At each reporting date, goodwill and other fixed assets, including tangible fixed assets and investments but excluding investment properties, are assessed to determine whether there is an indication that the carrying amount of an asset may be more than its recoverable amount and that the asset should be impaired. If there is an indication of possible impairment, the recoverable amount of an asset, which is the higher of its value in use and its net realisable value, is estimated and compared with its carrying amount. If the recoverable amount is lower, the carrying amount of the asset is written down to its estimated recoverable amount and an impairment loss is recognised in the income statement.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 39 (2021 - 48) .

4. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1 January 2022	129,687	2,127,489	2,257,176
Additions	-	674,697	674,697
Disposals	-	(752,576)	(752,576)
At 31 December 2022	129,687	2,049,610	2,179,297
DEPRECIATION			
At 1 January 2022	89,122	1,351,167	1,440,289
Charge for year	2,607	257,835	260,442
Eliminated on disposal	-	(656,712)	(656,712)
At 31 December 2022	91,729	952,290	1,044,019
NET BOOK VALUE			
At 31 December 2022	37,958	1,097,320	1,135,278
At 31 December 2021	40,565	776,322	816,887

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

4. TANGIBLE FIXED ASSETS - continued

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

	Plant and machinery etc £
COST	
At 1 January 2022	1,543,257
Additions	669,350
Disposals	(478,350)
At 31 December 2022	<u>1,734,257</u>
DEPRECIATION	
At 1 January 2022	904,734
Charge for year	237,391
Eliminated on disposal	(404,700)
At 31 December 2022	<u>737,425</u>
NET BOOK VALUE	
At 31 December 2022	<u>996,832</u>
At 31 December 2021	<u>638,523</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade debtors	766,247	640,742
Other debtors	<u>71,991</u>	<u>79,819</u>
	<u>838,238</u>	<u>720,561</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Bank loans and overdrafts	368,709	307,127
Hire purchase contracts (see note 8)	263,710	194,852
Trade creditors	365,805	286,899
Amounts owed to group undertakings	7,655	3,168
Taxation and social security	27,797	65,104
Other creditors	<u>104,502</u>	<u>65,194</u>
	<u>1,138,178</u>	<u>922,344</u>

Other creditors includes an amount owed to the directors.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

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

	2022	2021
	£	£
Bank loans	29,117	38,904
Hire purchase contracts (see note 8)	622,397	322,610
	<u>651,514</u>	<u>361,514</u>

8. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2022	2021
	£	£
Net obligations repayable:		
Within one year	263,710	194,852
Between one and five years	622,397	322,610
	<u>886,107</u>	<u>517,462</u>
	Non-cancellable	operating leases
	2022	2021
	£	£
Within one year	13,568	13,568
Between one and five years	36,181	49,749
	<u>49,749</u>	<u>63,317</u>

9. SECURED DEBTS

The following secured debts are included within creditors:

	2022	2021
	£	£
Hire purchase contracts	886,107	-
Factoring Loan	358,922	287,129
	<u>1,245,029</u>	<u>287,129</u>

RBS Invoice Finance Limited have a fixed and floating charge over the assets of the company. These are also secured by way of a personal guarantee from R J Arnold, a director of the company.

Hire Purchase liabilities are secured against the asset financed under the agreement.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

10. PROVISIONS FOR LIABILITIES

	2022	2021
	£	£
Deferred tax		
Tax losses carried forward	(153,817)	-
Accelerated capital allowances	172,489	34,041
	<u>18,672</u>	<u>34,041</u>
		Deferred tax
		£
Balance at 1 January 2022		34,041
Credit to Income Statement during year		(15,369)
Balance at 31 December 2022		<u>18,672</u>

11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2022	2021
			£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>

12. RELATED PARTY DISCLOSURES

The following information relates to the parent entity:

Amount owed from the related party of £7,655 (2021 £3,168) which is repayable on demand.

The following information relates to a company under common control:

Expenses recharged to the related party totalling £111,776 (2021 - £64,114) for the year are included.

13. ULTIMATE CONTROLLING PARTY

Arnold's Enterprises Limited is regarded by the directors as being the company's ultimate parent company.

The registered office is Hillcrest Nurseries, Barningham Road, Stanton, Bury St Edmunds, IP31 2DU.

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.