Registration number: 07286596

Ed Walker Racing Ltd

Annual Report and Unaudited Financial Statements

for the Year Ended 30 September 2022

Ed Walker Racing Ltd

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Ed Walker Racing Ltd

(Registration number: 07286596)
Balance Sheet as at 30 September 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	4	2,654,316	1,706,141
Current assets			
Stocks	5	77,440	34,185
Debtors	6	434,608	309,489
Cash at bank and in hand		135,798	298,305
		647,846	641,979
Creditors: Amounts falling due within one year	7	(926,943)	(708,647)
Net current liabilities		(279,097)	(66,668)
Total assets less current liabilities		2,375,219	1,639,473
Creditors: Amounts falling due after more than one year	7	(1,588,539)	(1,050,775)
Provisions for liabilities		(55,816)	(16,621)
Net assets		730,864	572,077
Capital and reserves			
Called up share capital		100	100
Retained earnings		730,764	571,977
Shareholders' funds		730,864	572,077

The notes on pages 3 to 7 form an integral part of these financial statements.

(Registration number: 07286596)
Balance Sheet as at 30 September 2022

For the financial year ending 30 September 2022 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. As permitted by section 444 (5A) of the Companies Act 2006, the director has not delivered to the registrar a copy of the Profit and Loss Account.

Approved and authorised by the director on 15 June 2023

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Mr Edward Charles Deverill Walker

Director

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:
Kingsdown Stables
Upper Lambourn
Hungerford
Berkshire
RG17 8QX
United Kingdom

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 smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

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.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the provision of thoroughbred racehorse training services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

Tax

The tax expense for the period comprises current tax payable and deferred tax.

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.

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 balance sheet 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	25% reducing balance
Plant and machinery	25% reducing balance
Office equipment	25% reducing balance
Land and buildings	Not depreciated

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.

Debtors

Trade debtors are amounts due from customers for thoroughbred racehorse training services performed in the ordinary course of business.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

Trade creditors

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

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.

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.
Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.
Lease payments are apportioned between finance costs in the profit and loss account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

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.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 35 (2021 - 35).

4 Tangible assets

	Land and buildings £	Plant and machinery £	Office equipment £	Motor vehicles £	Total £
Cost or valuation					
At 1 October 2021	1,621,814	137,102	5,364	121,412	1,885,692
Additions	811,822	74,222	652	104,000	990,696
Disposals	-	-	-	(41,450)	(41,450)
At 30 September 2022	2,433,636	211,324	6,016	183,962	2,834,938
Depreciation					
At 1 October 2021	-	80,328	3,214	96,009	179,551
Charge for the year	-	20,870	584	10,684	32,138
Eliminated on disposal	-	-	-	(31,067)	(31,067)
At 30 September 2022	-	101,198	3,798	75,626	180,622
Carrying amount					
At 30 September 2022	2,433,636	110,126	2,218	108,336	2,654,316
At 30 September 2021	1,621,814	56,774	2,150	25,403	1,706,141

Included within the net book value of land and buildings above is £2,433,636 (2021 - £1,621,814) in respect of freehold land and buildings.

5 Stocks

	2022 £	2021 £
Bloodstock	65,705	23,050
Stock	11,735	11,135
	77,440	34,185

6 Debtors

Current	2022 £	2021 £
Trade debtors	405,322	302,714
Prepayments	17,883	-
Other debtors	11,403	6,775
	434,608	309,489

7 Creditors

Creditors: amounts falling due within one year

	2022 £	2021 £
Due within one year		
Loans and borrowings	98,003	42,909
Trade creditors	208,596	132,171
Taxation and social security	106,617	153,292
Other creditors	513,727	380,275
	926,943	708,647

Creditors: amounts falling due after more than one year

	Note	2022 £	2021 £
Due after one year			
Loans and borrowings	8	1,588,539	1,050,775

Creditors include bank loans repayable by instalments of £812,773 (2021 - £863,833) due after more than five years.

8 Loans and borrowings

	2022 £	2021 £
Current loans and borrowings		
Bank borrowings	58,543	42,909
Hire purchase contracts	39,460	-
	98,003	42,909

	2022 £	2021 £
Non-current loans and borrowings		
Bank borrowings	1,491,101	1,050,775
Hire purchase contracts	97,438	-
	1,588,539	1,050,775

The bank loan is secured by a fixed charge over the company's freehold land and buildings.

9 Related party transactions

Other transactions with the director

Mr Edward Charles Deverill Walker (director) had a loan account with the company. At the balance sheet date the amount due to Mr Edward Charles Deverill Walker was £338,398 (2021 - £146,466).

Summary of transactions with other related parties

Mrs Gillian Walker (parent of director) provided an interest free loan to the company. This loan is unsecured and there is no fixed term for repayment. The amount owed to Mrs Gillian Walker at the balance sheet date was £160,000 (2021: £160,000).

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.