

Registration number: 1026710

H Davenport & Sons Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 December 2021

ATP Associates Limited
Chartered Accountants
7 Upper Aston
Claverley
Wolverhampton
West Midlands
WVS 7EE



H Davenport & Sons Limited

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H Davenport & Sons Limited

Company Information

Directors	Mr Stephen Davenport
	Mr Matthew James Davenport
Company secretary	Mr Matthew James Davenport
Registered office	Davenport House 47 Wednesfield Road Willenhall West Midlands WV13 1AL
Accountants	ATP Associates Limited Chartered Accountants 7 Upper Aston Claverley Wolverhampton West Midlands WV5 7EE

H Davenport & Sons Limited
(Registration number: 1026710)
Balance Sheet as at 31 December 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	4	45,625	54,721
Investments	5	21,719	21,719
Other financial assets	6	200,000	200,000
		<u>267,344</u>	<u>276,440</u>
Current assets			
Stocks	7	1,039,558	905,216
Debtors	8	1,223,022	879,639
Cash at bank and in hand		1,250,804	1,588,967
		<u>3,513,384</u>	<u>3,373,822</u>
Creditors: Amounts falling due within one year	9	<u>(1,285,311)</u>	<u>(1,327,123)</u>
Net current assets		<u>2,228,073</u>	<u>2,046,699</u>
Total assets less current liabilities		2,495,417	2,323,139
Creditors: Amounts falling due after more than one year	9	(170,833)	(250,000)
Provisions for liabilities		-	(250)
Net assets		<u>2,324,584</u>	<u>2,072,889</u>
Capital and reserves			
Called up share capital	10	6,560	6,560
Profit and loss account		<u>2,318,024</u>	<u>2,066,329</u>
Shareholders' funds		<u>2,324,584</u>	<u>2,072,889</u>

For the financial year ending 31 December 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' 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 directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

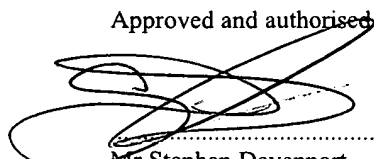
These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

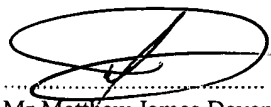
The notes on pages 4 to 13 form an integral part of these financial statements.

H Davenport & Sons Limited
(Registration number: 1026710)
Balance Sheet as at 31 December 2021

Approved and authorised by the Board on 27 September 2022 and signed on its behalf by:



Mr Stephen Davenport
Director



Mr Matthew James Davenport
Company secretary and director

H Davenport & Sons Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

1 General information

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

The address of its registered office is:

Davenport House
47 Wednesfield Road
Willenhall
West Midlands
WV13 1AL

These financial statements were authorised for issue by the Board on 27 September 2022.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

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

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rate on the date when the fair value is re-measured.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

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Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

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
Plant & Machinery	15% pa reducing balance basis
Fixtures & Fittings	15% pa reducing balance basis/ 33% straight line basis

Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

H Davenport & Sons Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

H Davenport & Sons Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

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 directors) during the year, was 48 (2020 - 44).

H Davenport & Sons Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

4 Tangible assets

	Furniture, fittings and equipment £	Other tangible assets £	Total £
Cost or valuation			
At 1 January 2021	185,141	678,562	863,703
Additions	-	2,380	2,380
At 31 December 2021	<u>185,141</u>	<u>680,942</u>	<u>866,083</u>
Depreciation			
At 1 January 2021	171,491	637,491	808,982
Charge for the year	3,212	8,264	11,476
At 31 December 2021	<u>174,703</u>	<u>645,755</u>	<u>820,458</u>
Carrying amount			
At 31 December 2021	<u>10,438</u>	<u>35,187</u>	<u>45,625</u>
At 31 December 2020	<u>13,650</u>	<u>41,071</u>	<u>54,721</u>

5 Investments

	2021 £	2020 £
Investments in subsidiaries	<u>21,719</u>	<u>21,719</u>
Subsidiaries		£
Cost or valuation		
At 1 January 2021		27,407
Provision		
At 1 January 2021		<u>5,688</u>
Carrying amount		
At 31 December 2021		<u>21,719</u>
At 31 December 2020		<u>21,719</u>

Details of undertakings

Details of the investments in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

H Davenport & Sons Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2021	2020
Subsidiary undertakings				
Wadco Engineering	England	Ordinary	100%	100%
Davenport Burgess	England	Ordinary	100%	100%

Subsidiary undertakings

Wadco Engineering

The principal activity of Wadco Engineering is Dormant.

Davenport Burgess

The principal activity of Davenport Burgess is Dormant.

6 Other financial assets (current and non-current)

	Financial assets at amortised cost £	Total £
Non-current financial assets		
Cost or valuation		
At 1 January 2021	200,000	200,000
At 31 December 2021	200,000	200,000
Impairment		
Carrying amount		
At 31 December 2021	200,000	200,000

7 Stocks

	2021 £	2020 £
Finished goods and goods for resale	1,039,558	905,216

H Davenport & Sons Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

8 Debtors

	2021	2020
	£	£
Trade debtors	1,056,307	840,710
Prepayments	29,029	30,563
Other debtors	137,686	8,366
	<u>1,223,022</u>	<u>879,639</u>

H Davenport & Sons Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

9 Creditors

Creditors: amounts falling due within one year

	Note	2021 £	2020 £
Due within one year			
Loans and borrowings	11	50,660	979
Trade creditors		581,963	642,935
Amounts owed to group undertakings and undertakings in which the company has a participating interest	12	258,458	288,458
Taxation and social security		284,796	287,487
Accruals and deferred income		108,595	106,869
Other creditors		839	395
		<u>1,285,311</u>	<u>1,327,123</u>

Creditors: amounts falling due after more than one year

	Note	2021 £	2020 £
Due after one year			
Loans and borrowings	11	<u>170,833</u>	<u>250,000</u>

10 Share capital

Allotted, called up and fully paid shares

	2021 No.	£	2020 No.	£
Ordinary Shares of £1 each	6,500	6,500	6,500	6,500
Ordinary A Shares of £1 each	60	60	60	60
	<u>6,560</u>	<u>6,560</u>	<u>6,560</u>	<u>6,560</u>

11 Loans and borrowings

	2021 £	2020 £
Non-current loans and borrowings		
Bank borrowings	<u>170,833</u>	<u>250,000</u>

H Davenport & Sons Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

	2021 £	2020 £
Current loans and borrowings		
Bank borrowings	50,000	-
Other borrowings	660	979
	<u>50,660</u>	<u>979</u>

Bank borrowings

CBILS Loan is denominated in £ Sterling with a nominal interest rate of 1.94%, and the final instalment is due on 21 May 2026. The carrying amount at year end is £220,833 (2020 - £250,000).

H Davenport & Sons Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

12 Related party transactions

Directors' remuneration

The directors' remuneration for the year was as follows:

	2021	2020
	£	£
Remuneration	327,276	261,087
Contributions paid to money purchase schemes	114,424	45,931
	<u>441,700</u>	<u>307,018</u>