

Wring Group Limited

Annual Report and Consolidated Financial Statements

for the Year Ended 31 August 2022

Wring Group Limited

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Wring Group Limited

Company Information

Directors	J M Wring D S Wring
Registered office	Vale Lane Bedminster Bristol BS3 5RU
Auditors	Milsted Langdon LLP Chartered Accountants and Statutory Auditors Freshford House Redcliffe Way Bristol BS1 6NL

Wring Group Limited

Strategic Report for the Year Ended 31 August 2022

The directors present their strategic report for the year ended 31 August 2022.

Principal activity

The principal activity of the group is demolition work.

Fair review of the business

The group's results for 2021 have seen an increase in turnover against prior year, from £9,760,298 to £12,376,499 this has been primarily driven by the impact of the easing of COVID-19 restrictions. The group has reported an overall net profit before tax of £1,378,209 (2021 - £842,531). The strong net asset position of the group reflects the good management of working capital, mitigating the risk against liquidity or cash flow issues.

Following significant investment in the business last year, the group has been successful in building on their operations as evidenced by their strengthened cash reserves at the year end.

The group remains committed to fostering long-term partnerships which the directors feel is central to the provision of services for all their customers.

The directors believe people are the most important and valuable asset. Investing in people is key to ensuring the group continues to provide the best possible service and protect the health, safety and welfare of employees, the environment and the community. Employees are encouraged to fulfil their potential and build careers thus creating a team that is dedicated and competent to strive for the best. Management also believe in helping to develop their supply chain and encourage subcontractors to invest in training and development and are able to provide relevant courses.

Principal risks and uncertainties

The market remains challenging and changing UK conditions, especially within the construction sector, could adversely affect the trading of the group and their financial position and future prospects. The directors believe that the diverse client base, as well as the revenue generated by way of the group's investment properties, affords some protection against the worst possible affects of any recession.

The group has a number of finance leases which have been taken out for fixed terms and rates which mitigate against the risk of variable rate borrowings. Fixed asset additions continue to be primarily funded via leasing agreements so the group can maintain adequate medium term finance to ensure that the group has sufficient funds for future investment and its continuing operations.

In order to minimise credit risk and any exposure to bad debts, there are internal controls in place to ensure that relevant and appropriate detailed credit checks are undertaken prior to engaging into services for customers. Any changes to payment patterns are highlighted to identify any potential payment difficulties.

The group is subject to regulatory compliance risk which can arise from a failure to comply with the relevant applicable laws and regulations, mainly involving health and safety laws and environmental laws such as those relating to asbestos. The group remains committed to embracing the standards set within ISO 9001, ISO 14001 and OHSAS 18001.

Wring Group Limited

Strategic Report for the Year Ended 31 August 2022

Market, COVID-19, Brexit, Ukraine and Outlook

The directors have assessed that the future impacts from COVID-19 are likely to be minimal as at the time of approving the financial statements, all government restrictions have been eased.

Following Brexit, there has been an impact across many sectors on the supply of goods and the availability of workers. However, the group has managed to mitigate the impact of this, by sourcing alternative products and by having close relationships with employees and contractors. As a result, any ongoing impact of Brexit is expected to be minimal.

The current situation in Ukraine may adversely impact on the supply and prices of goods, if inflation, gas and oil prices continue to rise and remain at the levels currently seen.

Following a review of the group's performance for the 2023 year to date, the directors believe that there will little impact on the financial performance arising from market considerations. Given the level of cash held by the group, the high levels of reserves and the continued support of the shareholders, the directors consider that the group has adequate resources in place to continue trading for the foreseeable future and withstand any reasonably foreseeable challenges.

Other risks

The group have a number of finance leases which have been taken out for fixed terms and rates which the directors believe help to mitigate against the risk of interest rate fluctuations.

In order to minimise their credit risk, the directors believe that they have sufficient internal controls in place and ensure that relevant and appropriate credit checks are performed prior to engaging the services of suppliers.

The strong net asset position of the group reflects the good management of working capital, mitigating the risk against liquidity or cash flow issues.

Approved and authorised by the Board on 10 February 2023 and signed on its behalf by:

.....
J M Wring

Director

Wring Group Limited

Directors' Report for the Year Ended 31 August 2022

The directors present their report and the financial statements for the year ended 31 August 2022.

Directors of the company

The directors who held office during the year were as follows:

J M Wring

D S Wring

Financial instruments

The group has procedures to identify risk and protect and manage the group from events that may hinder its financial performance objectives. The objectives aim to limit counterparty exposure, ensure sufficient working capital exists and monitor and manage risk. Management do not consider it necessary to employ derivatives such as forward currency contracts to manage risk based on the current activities of the group.

Objectives and policies

The group is exposed to price risk, credit risk, liquidity and cash flow risk. Appropriate policies have been developed and implemented to identify, evaluate and manage key risks and the directors review risk management strategies regularly.

Price risk, credit risk, liquidity risk and cash flow risk

Price risk - the group is exposed to price risk as a result of its operations. However, sales prices are constantly reviewed and agreed by management to ensure sales prices reflect any fluctuating prices within the market place.

Credit risk - before sales are made, appropriate credit checks are performed on potential customers. The majority are established customers of the group and therefore the credit risk on individual customers is limited.

Liquidity and cash flow risk - the group's exposure to liquidity risk is minimal and the group tightly monitors and controls its cash flow.

Future developments

We continue to focus on quality in performance as well as management and operational support. Results for quarter one for 2022/23 are positive with a number of additional key contracts currently being negotiated.

Disclosure of information to the auditor

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Reappointment of auditors

The auditors Milsted Langdon LLP are deemed to be reappointed under section 487(2) of the Companies Act 2006.

Wring Group Limited

Directors' Report for the Year Ended 31 August 2022

Approved by the Board on 10 February 2023 and signed on its behalf by:

J M Wring
Director

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Wring Group Limited

Statement of Directors' Responsibilities

The directors acknowledge their responsibilities for preparing the Annual Report 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 group and the parent company and of the profit or loss of the group and the parent company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 group's and the parent company's transactions and disclose with reasonable accuracy at any time the financial position of and the company and the parent 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 group and the parent company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Wring Group Limited

Independent Auditor's Report to the Members of Wring Group Limited

Opinion

We have audited the financial statements of Wring Group Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 August 2022, which comprise the Consolidated Profit and Loss Account, Consolidated Statement of Comprehensive Income, Consolidated Balance Sheet, Balance Sheet, Consolidated Statement of Changes in Equity, Statement of Changes in Equity, Consolidated Statement of Cash Flows and 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 the parent company's affairs as at 31 August 2022 and of the group's 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 auditor 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

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report 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.

Wring Group Limited

Independent Auditor's Report to the Members of Wring Group Limited

We have nothing to report in this regard.

Opinion on other matter 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and Directors' Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our 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 and the Directors' Report.

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 [6](#), 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 is 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 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 company or the parent company or to cease operations, or have no realistic alternative but to do so.

Wring Group Limited

Independent Auditor's Report to the Members of Wring Group Limited

Auditor's 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 an auditor's report 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.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud, the audit engagement team:

- obtained an understanding of the nature of the industry and sector, including the legal and regulatory framework that the parent company and group operates in and how the company is complying with the legal and regulatory framework;
- inquired of management, and those charged with governance, about their own identification and assessment of the risks or irregularities, including known and actual, suspected or alleged instances of fraud;
- discussed matters about non-compliance with laws and regulations and how fraud might occur including assessment of how and where the financial statements may be susceptible to fraud.

However, it is the primary responsibility of management, with the oversight of those charged with governance, to ensure that the entity's operations are conducted in accordance with the provisions of laws and regulations and for the prevention and detection of fraud.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

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 an auditor's report 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.

.....
Guy Armitage-Norton (Senior Statutory Auditor)

For and on behalf of Milsted Langdon LLP, Statutory Auditor

Freshford House

Redcliffe Way

Bristol

BS1 6NL

13 February 2023

Wring Group Limited

Consolidated Profit and Loss Account for the Year Ended 31 August 2022

	Note	2022 £	2021 £
Turnover	3	12,376,499	9,760,298
Cost of sales		<u>(9,088,515)</u>	<u>(6,680,272)</u>
Gross profit		3,287,984	3,080,026
Administrative expenses		(2,228,096)	(2,213,164)
Exceptional income	4	356,208	-
Other operating income	5	-	<u>13,585</u>
Operating profit	7	<u>1,416,096</u>	<u>880,447</u>
Other interest receivable and similar income	8	32,211	14,038
Interest payable and similar expenses	9	<u>(70,098)</u>	<u>(51,954)</u>
		<u>(37,887)</u>	<u>(37,916)</u>
Profit before tax		1,378,209	842,531
Taxation	13	<u>(170,048)</u>	<u>(154,983)</u>
Profit for the financial year		<u><u>1,208,161</u></u>	<u><u>687,548</u></u>
Profit/(loss) attributable to:			
Owners of the company		1,228,527	680,068
Minority interests		<u>(20,366)</u>	<u>7,480</u>
		<u><u>1,208,161</u></u>	<u><u>687,548</u></u>

The above results are derived from the group's continuing operations.

The notes on pages [17](#) to [43](#) form an integral part of these financial statements.
The group has no recognised gains or losses for the year other than the results above Page 10

Wring Group Limited

Consolidated Statement of Comprehensive Income for the Year Ended 31 August 2022

	2022 £	2021 £
Profit for the year	1,208,161	687,548
Total comprehensive income for the year	<u>1,208,161</u>	<u>687,548</u>
Total comprehensive income attributable to:		
Owners of the company	1,228,527	680,068
Minority interests	<u>(20,366)</u>	<u>7,480</u>
	<u>1,208,161</u>	<u>687,548</u>

The notes on pages [17](#) to [43](#) form an integral part of these financial statements.

Wring Group Limited
(Registration number: 03899806)
Consolidated Balance Sheet as at 31 August 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	15	3,724,339	3,142,883
Investment property	16	2,495,735	2,495,735
Other financial assets	18	294,272	263,021
		<u>6,514,346</u>	<u>5,901,639</u>
Current assets			
Stocks	19	82,386	49,360
Debtors	20	2,831,023	1,894,560
Cash at bank and in hand	21	2,957,353	2,486,287
		<u>5,870,762</u>	<u>4,430,207</u>
Creditors: Amounts falling due within one year	22	<u>(2,706,172)</u>	<u>(2,417,735)</u>
Net current assets		<u>3,164,590</u>	<u>2,012,472</u>
Total assets less current liabilities		9,678,936	7,914,111
Creditors: Amounts falling due after more than one year	22	(775,812)	(401,836)
Provisions for liabilities	23	(585,854)	(403,166)
Net assets		<u><u>8,317,270</u></u>	<u><u>7,109,109</u></u>
Capital and reserves			
Called up share capital	25	1,000	1,000
Revaluation reserve	26	215,045	215,045
Profit and loss account	26	7,123,536	5,895,009
		<u>7,339,581</u>	<u>6,111,054</u>
Equity attributable to owners of the company		7,339,581	6,111,054
Minority interests		<u>977,689</u>	<u>998,055</u>
Total equity		<u><u>8,317,270</u></u>	<u><u>7,109,109</u></u>

Approved and authorised by the Board on 10 February 2023 and signed on its behalf by:

J M Wring
Director

The notes on pages [17](#) to [43](#) form an integral part of these financial statements.

Wring Group Limited
(Registration number: 03899806)
Balance Sheet as at 31 August 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	15	3,386,920	2,796,331
Investment property	16	415,735	415,735
Investments	17	60,000	60,000
Other financial assets	18	294,272	263,021
		4,156,927	3,535,087
Current assets			
Stocks	19	82,386	49,360
Debtors	20	2,855,782	1,884,277
Cash at bank and in hand	21	2,924,425	2,470,505
		5,862,593	4,404,142
Creditors: Amounts falling due within one year	22	(2,605,542)	(2,361,846)
Net current assets		3,257,051	2,042,296
Total assets less current liabilities		7,413,978	5,577,383
Creditors: Amounts falling due after more than one year	22	(746,772)	(308,786)
Provisions for liabilities	23	(589,368)	(403,166)
Net assets		6,077,838	4,865,431
Capital and reserves			
Called up share capital	25	1,000	1,000
Profit and loss account		6,076,838	4,864,431
Total equity		6,077,838	4,865,431

The company made a profit after tax for the financial year of £1,212,407 (2021 - £668,072).

Approved and authorised by the Board on 10 February 2023 and signed on its behalf by:

J M Wring
Director

The notes on pages [17](#) to [43](#) form an integral part of these financial statements.

Wring Group Limited

Consolidated Statement of Changes in Equity for the Year Ended 31 August 2022 Equity attributable to the parent company

	Share capital	Revaluation reserve	Profit and loss account	Total	Non-controlling interests	Total equity
	£	£	£	£	£	£
At 1 September 2021	1,000	215,045	5,895,009	6,111,054	998,055	7,109,109
Profit for the year	-	-	1,228,527	1,228,527	(20,366)	1,208,161
Total comprehensive income	-	-	1,228,527	1,228,527	(20,366)	1,208,161
At 31 August 2022	<u>1,000</u>	<u>215,045</u>	<u>7,123,536</u>	<u>7,339,581</u>	<u>977,689</u>	<u>8,317,270</u>
	Share capital	Revaluation reserve	Profit and loss account	Total	Non-controlling interests	Total equity
	£	£	£	£	£	£
At 1 September 2020	1,000	215,045	5,214,941	5,430,986	990,575	6,421,561
Profit for the year	-	-	680,068	680,068	7,480	687,548
Total comprehensive income	-	-	680,068	680,068	7,480	687,548
At 31 August 2021	<u>1,000</u>	<u>215,045</u>	<u>5,895,009</u>	<u>6,111,054</u>	<u>998,055</u>	<u>7,109,109</u>

The notes on pages [17](#) to [43](#) form an integral part of these financial statements.

Wring Group Limited

Statement of Changes in Equity for the Year Ended 31 August 2022

	Share capital	Profit and loss	Total
	£	account	£
	£	£	£
At 1 September 2021	1,000	4,864,431	4,865,431
Profit for the year	-	1,212,407	1,212,407
Total comprehensive income	-	1,212,407	1,212,407
At 31 August 2022	1,000	6,076,838	6,077,838

	Share capital	Profit and loss	Total
	£	account	£
	£	£	£
At 1 September 2020	1,000	4,196,359	4,197,359
Profit for the year	-	668,072	668,072
Total comprehensive income	-	668,072	668,072
At 31 August 2021	1,000	4,864,431	4,865,431

The notes on pages [17](#) to [43](#) form an integral part of these financial statements.

Wring Group Limited

Consolidated Statement of Cash Flows for the Year Ended 31 August 2022

	Note	2022 £	2021 £
Cash flows from operating activities			
Profit for the year		1,208,161	687,548
Adjustments to cash flows from non-cash items			
Depreciation and amortisation	7	519,795	470,793
Profit on disposal of tangible assets	6	(4,531)	(4,511)
Finance income	8	(32,211)	(14,038)
Finance costs	9	70,022	51,954
Corporation tax expense	13	170,048	154,983
		<hr/>	<hr/>
		1,931,284	1,346,729
Working capital adjustments			
(Increase)/decrease in stocks	19	(33,026)	39,098
Increase in debtors	20	(939,977)	(188,350)
Increase in creditors	22	426,475	619,470
		<hr/>	<hr/>
Cash generated from operations		1,384,756	1,816,947
Corporation tax paid		(26,135)	(28,615)
		<hr/>	<hr/>
Net cash flow from operating activities		1,358,621	1,788,332
Cash flows from investing activities			
Interest received		960	1,017
Acquisitions of tangible assets	15	(1,203,626)	(248,553)
Proceeds from sale of tangible assets		106,906	36,849
Advances of loans, classified as investing activities	18	-	(250,000)
		<hr/>	<hr/>
Net cash flows from investing activities		(1,095,760)	(460,687)
Cash flows from financing activities			
Interest paid	9	(70,022)	(51,954)
Repayment/(drawdown) of bank borrowing		(87,194)	9,765
Drawdown/(payments) of finance lease agreements		365,421	(298,584)
		<hr/>	<hr/>
Net cash flows from financing activities		208,205	(340,773)
Net increase in cash and cash equivalents		471,066	986,872

Cash and cash equivalents at 31 August	21	<u>2,486,287</u>	<u>1,499,415</u>
Cash and cash equivalents at 31 August	21	<u>2,957,353</u>	<u>2,486,287</u>

The company is a qualifying entity for the purposes of FRS 102 and have elected to have exemption under FRS 102 paragraph 1.12(b) not to present the Company Statement of Cash Flows.

The notes on pages [17](#) to [43](#) form an integral part of these financial statements.

Wring Group Limited

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

1 General information

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

The address of its registered office is:

Vale Lane
Bedminster
Bristol
BS3 5RU

These financial statements were authorised for issue by the Board on 10 February 2023.

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 were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

The financial statements are prepared in sterling, which is the functional currency of the group. Monetary amounts within the financial statements are rounded to the nearest £.

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.

Summary of disclosure exemptions

As permitted by s408 of Companies Act 2006, the company has not presented its own Profit and Loss Account and related notes. The company's profit for the year was £1,212,407 (2021 - £668,072).

Basis of consolidation

The consolidated financial statements consolidate the financial statements of the company and its subsidiary undertakings drawn up to 31 August 2022.

A subsidiary is an entity controlled by the company. Control is achieved where the company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the Profit and Loss Account from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the group.

Wring Group Limited

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

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between the company and its subsidiaries, which are related parties, are eliminated in full.

Intra-group losses are also eliminated but may indicate an impairment that requires recognition in the consolidated financial statements.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group. Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling shareholder's share of changes in equity since the date of the combination.

Going concern

At the time of approving the financial statements, the directors have a reasonable expectation that the group has adequate resources to continue operating for the foreseeable future. The directors have been mindful of potential future impacts from events such as the impact of inflationary pressures, Brexit and the ongoing situation in Ukraine and have reviewed the sales pipeline and expected cash needs.

Given the level of cash held by the group, the high levels of reserves and the continued support of the shareholders, the directors consider that the group has adequate resources in place to continue trading for the foreseeable future, being twelve months from the date of approval of the financial statements. Therefore, the going concern basis continues to be applied in the preparation of the financial statements.

Wring Group Limited

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

Key sources of estimation uncertainty

In the application of the group's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

The directors have carried out a valuation of the work in progress as well as valuing amounts due from customers for contract work at the year end. Further details are given in Notes 18 and 19.

The directors have carried out a valuation of investment properties on an open market basis and based on similar properties in similar geographic locations. Further details are given in Note 15.

The directors have consolidated the results of Wring's Units Limited, a company in which it holds 50% of the issued share capital, within the group financial statements. Further details are given in Note 16.

Revenue recognition

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

The group 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 group's activities.

Where the outcome of a long term contract can be estimated reliably, revenue and costs are recognised by reference to the stage of completion of the contract activity at the balance sheet date. This is normally measured by surveys of work performed to date.

Government grants

Government grants are recognised as income over the periods necessary to match them with the related costs which they are intended to compensate.

Finance income and costs policy

Interest income and expenses are recognised using the effective interest rate method.

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.

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.

Wring Group Limited

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

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the consolidated 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.

Deferred and current taxation assets or liabilities are not discounted.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

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
Long leasehold buildings	Over the term of the lease/10 years/50 years straight line basis
Plant and machinery	15% reducing balance basis
Furniture, fittings and equipment	15% reducing balance basis
Motor vehicles	20% reducing balance basis

Investment property

Investment property is carried at fair value, derived from the current market prices for comparable real estate determined annually by the directors. The valuation uses observable market prices, adjusted if necessary for any difference in the nature, location or condition of the specific asset. Changes in fair value are recognised in profit or loss.

Amortisation

Goodwill represents the difference between the fair value of the consideration paid on acquisition of the business and the fair value of its separable net assets at the trade of acquisition. Goodwill continues to be amortised on a straight line basis as the difference between the required treatment of amortising over 10 years under FRS 102 is deemed by the directors to be immaterial.

Asset class	Amortisation method and rate
Goodwill	Over 20 years

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.

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.

Wring Group Limited

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

Debtors

Trade debtors are amounts due from customers for 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 group will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Work in progress is stated at the lower of cost and estimated selling price less costs to complete and sell.

The cost of 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, work in progress is assessed for impairment. If work in progress 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.

Creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Trade creditors 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 group has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Provisions

Provisions are recognised when the group has an obligation at the reporting date as a result of a past event, it is probable that the group will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

Wring Group Limited

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

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

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.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the group 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.

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

Financial instruments

Classification

The group has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments. Financial instruments are recognised in the group's profit and loss account when the group becomes party to the contractual provisions of the instrument. Financial assets and liabilities are offset and the net amounts presented in the financial statements when there is a legally 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.

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Recognition and measurement

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the group after deducting all of its liabilities.

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Impairment

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate.

The impairment loss is recognised in profit or loss. If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

Wring Group Limited

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

3 Revenue

The analysis of the group's revenue for the year from continuing operations is as follows:

	2022	2021
	£	£
Demolition work	12,185,158	9,683,810
Rental income	82,341	76,488
Other revenue	109,000	-
	<u>12,376,499</u>	<u>9,760,298</u>

The analysis of the company's Turnover for the year by market is as follows:

	2022	2021
	£	£
UK	12,369,751	9,751,931
Europe	6,748	8,367
	<u>12,376,499</u>	<u>9,760,298</u>

4 Exceptional income

	2022	2021
	£	£
Employee benefit trust - settlement	356,208	-
	<u>356,208</u>	<u>-</u>

5 Other operating income

The analysis of the company's other operating income for the year is as follows:

	2022	2021
	£	£
Government grants	-	13,585
	<u>-</u>	<u>13,585</u>

Included within government grants is an amount of £Nil (2021 - £13,585) relating to claims made under the Coronavirus Job Retention Scheme.

6 Other gains and losses

The analysis of the company's other gains and losses for the year is as follows:

2022	2021
£	£
<u>4,531</u>	<u>4,511</u>

Gain on disposal of property, plant and equipment

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Wring Group Limited

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

7 Operating profit

Arrived at after charging/(crediting):

	2022	2021
	£	£
Depreciation expense	519,795	470,793
Operating lease expense - property	113,750	106,468
Operating lease expense - office equipment	8,968	8,625
Profit on disposal of property, plant and equipment	(4,531)	(4,511)
	<u> </u>	<u> </u>

8 Other interest receivable and similar income

	2022	2021
	£	£
Interest income on bank deposits	960	110
Other interest receivable	31,251	13,928
	<u> </u>	<u> </u>
	<u>32,211</u>	<u>14,038</u>

9 Interest payable and similar expenses

	2022	2021
	£	£
Interest on bank overdrafts and borrowings	3,140	2,898
Interest on obligations under finance leases and hire purchase contracts	66,882	49,056
Foreign exchange gains	76	-
	<u> </u>	<u> </u>
	<u>70,098</u>	<u>51,954</u>

10 Staff costs

The aggregate payroll costs (including directors' remuneration) were as follows:

	2022	2021
	£	£
Wages and salaries	2,311,741	2,029,890
Social security costs	251,816	215,356
Pension costs, defined contribution scheme	45,126	40,735
	<u> </u>	<u> </u>
	<u>2,608,683</u>	<u>2,285,981</u>

Wring Group Limited

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

The average number of persons employed by the group (including directors) during the year, analysed by category was as follows:

	2022	2021
	No.	No.
Office staff	20	17
Operatives	43	38
	<u>63</u>	<u>55</u>

11 Directors' remuneration

The directors' remuneration for the year was as follows:

	2022	2021
	£	£
Remuneration	280,000	281,359
Contributions paid to money purchase schemes	1,321	1,316
	<u>281,321</u>	<u>282,675</u>

During the year the number of directors who were receiving benefits and share incentives was as follows:

	2022	2021
	No.	No.
Accruing benefits under money purchase pension scheme	<u>1</u>	<u>2</u>

12 Auditors' remuneration

	2022	2021
	£	£
Audit of these financial statements	18,950	9,250
Audit of the financial statements of the company's subsidiaries	8,500	4,500
	<u>27,450</u>	<u>13,750</u>
Other fees to auditors		
All other non-audit services	<u>9,571</u>	<u>4,567</u>

Wring Group Limited

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

13 Taxation

Tax charged/(credited) in the profit and loss account

	2022 £	2021 £
Current taxation		
UK corporation tax	-	155,404
UK corporation tax adjustment to prior periods	(16,154)	(103,167)
	<u>(16,154)</u>	<u>52,237</u>
Deferred taxation		
Arising from origination and reversal of timing differences	186,202	101,603
Arising from previously unrecognised tax loss, tax credit or temporary difference of prior periods	-	1,143
	<u>186,202</u>	<u>102,746</u>
Total deferred taxation	<u>186,202</u>	<u>102,746</u>
Tax expense in the profit and loss account	<u><u>170,048</u></u>	<u><u>154,983</u></u>

The tax on profit before tax for the year is lower than the standard rate of corporation tax in the UK (2021 - lower than the standard rate of corporation tax in the UK) of 19% (2021 - 19%).

The differences are reconciled below:

	2022 £	2021 £
Profit before tax	<u>1,378,209</u>	<u>842,531</u>
Corporation tax at standard rate	261,860	160,081
Effect of revenues exempt from taxation	(74,021)	(16,198)
Effect of expense not deductible in determining taxable profit (tax loss)	12,999	16,659
Deferred tax expense relating to changes in tax rates or laws	50,682	96,761
Decrease from effect of tax incentives	(81,471)	-
Deferred tax (credit)/expense from unrecognised temporary difference from a prior period	(1)	847
Tax decrease from effect of adjustment in research and development tax credit	-	(103,167)
Total tax charge	<u><u>170,048</u></u>	<u><u>154,983</u></u>

Wring Group Limited

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

14 Intangible assets

Group

	Goodwill £	Total £
Cost or valuation		
At 31 August 2021	36,795	36,795
At 31 August 2022	36,795	36,795
Amortisation		
At 31 August 2021	36,795	36,795
At 31 August 2022	36,795	36,795
Carrying amount		
At 31 August 2022	-	-

Wring Group Limited

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

15 Tangible assets

Group

	Long leasehold buildings £	Furniture, fittings and equipment £	Motor vehicles £	Plant and machinery £	Total £
Cost or valuation					
At 1 September 2021	743,610	167,522	1,093,936	5,163,489	7,168,557
Additions	34,560	15,833	472,079	681,154	1,203,626
Disposals	-	(3,874)	(95,644)	(164,987)	(264,505)
At 31 August 2022	778,170	179,481	1,470,371	5,679,656	8,107,678
Depreciation					
At 1 September 2021	83,788	94,960	528,599	3,318,327	4,025,674
Charge for the year	16,113	19,354	161,202	323,126	519,795
Eliminated on disposal	-	(3,608)	(76,995)	(81,527)	(162,130)
At 31 August 2022	99,901	110,706	612,806	3,559,926	4,383,339
Carrying amount					
At 31 August 2022	678,269	68,775	857,565	2,119,730	3,724,339
At 31 August 2021	659,822	72,562	565,337	1,845,162	3,142,883

Included within the net book value of land and buildings above is £678,269 (2021 - £659,822) in respect of long leasehold land and buildings.

Wring Group Limited

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

Assets held under finance leases and hire purchase contracts

The net carrying amount of tangible assets includes the following amounts in respect of assets held under finance leases and hire purchase contracts:

	2022	2021
	£	£
Plant and machinery	1,075,339	1,186,807
Motor vehicles	676,044	275,994
	<hr/> 1,751,383	<hr/> 1,462,801
	<hr/> <hr/>	<hr/> <hr/>

Wring Group Limited

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

Company

	Long leasehold buildings £	Furniture, fittings and equipment £	Motor vehicles £	Plant and machinery £	Total £
Cost or valuation					
At 1 September 2021	399,940	101,291	1,093,936	5,163,489	6,758,656
Additions	34,560	10,953	472,079	681,154	1,198,746
Disposals	-	-	(95,644)	(164,987)	(260,631)
At 31 August 2022	434,500	112,244	1,470,371	5,679,656	7,696,771
Depreciation					
At 1 September 2021	62,086	53,313	528,599	3,318,327	3,962,325
Charge for the year	13,704	8,016	161,202	323,126	506,048
Eliminated on disposal	-	-	(76,995)	(81,527)	(158,522)
At 31 August 2022	75,790	61,329	612,806	3,559,926	4,309,851
Carrying amount					
At 31 August 2022	358,710	50,915	857,565	2,119,730	3,386,920
At 31 August 2021	337,854	47,978	565,337	1,845,162	2,796,331

Included within the net book value of land and buildings above is £358,710 (2021 - £337,854) in respect of long leasehold land and buildings.

Wring Group Limited

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

Assets held under finance leases and hire purchase contracts

The net carrying amount of tangible assets includes the following amounts in respect of assets held under finance leases and hire purchase contracts:

	2022	2021
	£	£
Plant and machinery	1,075,339	1,186,807
Motor vehicles	676,044	275,994
	<u>1,751,383</u>	<u>1,462,801</u>

16 Investment properties

Group

	2022
	£
At 31 August 2021 and 31 August 2022	<u>2,495,735</u>

Investment properties are included in the balance sheet at their fair value as at 31 August 2022, as valued by the director, J M Wring. The valuation is on an open market basis, based on similar properties in similar geographic locations.

Company

	2022
	£
At 1 September 2021	<u>415,735</u>
At 31 August 2022	<u>415,735</u>

The investment property was purchased in October 2019, for consideration of £415,735, equal to the fair value. The directors consider there to be no material changes in fair value between the date of acquisition and the year end.

17 Investments

Company

	2022	2021
	£	£
Investments in subsidiaries	<u>60,000</u>	<u>60,000</u>

Subsidiaries

Cost or valuation

At 31 August 2021	<u>60,000</u>
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Carrying amount

At 31 August 2022

60,000

At 30 August 2021

60,000

Wring Group Limited

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

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:

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2022	2021
Subsidiary undertakings				
Wring's Units Limited	Vale Lane, Bedminster, Bristol, BS3 5RU England	Ordinary shares	50%	50%

Subsidiary undertakings

Wring's Units Limited

The principal activity of Wring's Units Limited is property investment.

Wring's Units Limited is 50% owned by Wring Group Limited. The remaining shareholders are J M Wring and D S Wring, with the C Locke Estate being a minority shareholder. Given that J M Wring and D S Wring are deemed to be controlling parties of the group and as the companies are operated in unison, Wring's Units Limited has been included in the consolidated accounts of Wring Group Limited.

Wring Group Limited

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

18 Other financial assets

Group

	Financial assets at cost less impairment £	Total £
Non-current financial assets		
Cost or valuation		
At 1 September 2021	263,021	263,021
Additions	31,251	31,251
	<hr/>	<hr/>
At 31 August 2022	294,272	294,272
	<hr/>	<hr/>
Impairment		
Carrying amount		
At 31 August 2022	294,272	294,272
	<hr/> <hr/>	<hr/> <hr/>

Other financial assets is made up of a £250,000 loan and rolled up interest of £44,272 that is repayable in March 2023 at the latest.

Company

	Financial assets at cost less impairment £	Total £
Non-current financial assets		
Cost or valuation		
At 1 September 2021	263,021	263,021
Additions	31,251	31,251
	<hr/>	<hr/>
At 31 August 2022	294,272	294,272
	<hr/>	<hr/>
Impairment		

Carrying amount

At 31 August 2022

294,272

294,272

Other financial assets is made up of a £250,000 loan and rolled up interest of £44,272 that is repayable in March 2023 at the latest.

19 Stocks

Work in progress

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Group
2022
£
82,386

2021
£
49,360

Company
2022
£
82,386

2021
£
49,360

Wring Group Limited

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

20 Debtors

Current	Note	Group		Company	
		2022 £	2021 £	2022 £	2021 £
Trade debtors		1,019,899	820,964	1,019,819	820,814
Amounts owed by subsidiary		-	-	30,916	-
Amounts owed by related parties	31	499,117	423,103	499,117	423,103
Other debtors		398,200	998	398,200	998
Prepayments		116,281	116,563	106,690	106,430
Accrued income		20,448	9,110	20,448	9,110
Gross amount due from customers for contract work		780,592	523,822	780,592	523,822
Income tax asset	13	(3,514)	-	-	-
		<u>2,831,023</u>	<u>1,894,560</u>	<u>2,855,782</u>	<u>1,884,277</u>

Trade debtors are stated after the provision for impairment of £352,239 (2021 - £44,581).

21 Cash and cash equivalents

	Group		Company	
	2022 £	2021 £	2022 £	2021 £
Cash on hand	624	966	624	966
Cash at bank	<u>2,956,729</u>	<u>2,485,321</u>	<u>2,923,801</u>	<u>2,469,539</u>
	<u>2,957,353</u>	<u>2,486,287</u>	<u>2,924,425</u>	<u>2,470,505</u>

Wring Group Limited

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

22 Creditors

	Note	Group		Company	
		2022 £	2021 £	2022 £	2021 £
Due within one year					
Loans and borrowings	27	483,325	579,074	420,336	492,901
Trade creditors		1,176,958	1,145,920	1,169,993	1,141,246
Amounts due to subsidiary	31	-	-	-	57,540
Amounts due to connected companies	31	181,137	185,941	181,137	185,941
Social security and other taxes		180,005	110,767	171,219	102,371
Other creditors		72,283	65,141	72,283	60,969
Accruals		612,464	288,603	590,574	278,589
Corporation tax		-	42,289	-	42,289
		<u>2,706,172</u>	<u>2,417,735</u>	<u>2,605,542</u>	<u>2,361,846</u>
Due after one year					
Loans and borrowings	27	<u>775,812</u>	<u>401,836</u>	<u>746,772</u>	<u>308,786</u>

23 Deferred tax and other provisions

Group

	Deferred tax £	Total £
At 31 August 2021	403,166	403,166
Increase/(decrease) in existing provisions	<u>182,688</u>	<u>182,688</u>
At 31 August 2022	<u>585,854</u>	<u>585,854</u>

Company

	Deferred tax £	Total £
At 1 September 2021	403,166	403,166
Increase/(decrease) in existing provisions	<u>186,202</u>	<u>186,202</u>
At 31 August 2022	<u>589,368</u>	<u>589,368</u>

Wring Group Limited

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

24 Pension and other schemes

Defined contribution pension scheme

The group participates in a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the group to the scheme and amounted to £ 45,126 (2021 - £ 40,735).

Contributions totalling £ 3,542 (2021 - £3,194) were payable to the scheme at the end of the year and are included in other creditors.

25 Share capital

Allotted, called up and fully paid shares

	2022		2021	
	No.	£	No.	£
Ordinary A shares of £ 1 each	1,000	1,000	1,000	1,000

26 Reserves

Group

Share capital

This reserve reflects the nominal value of share capital issued by the Wring Group.

Revaluation reserve

This reserve reflects the surplus or deficit arising on the revaluation of assets within the group.

Profit and loss account

The profit and loss account represents the accumulated profits, losses and distributions of the group.

Minority interests

This reserve represents the proportion of the groups reserves that are owned by third parties.

Company

Share capital

This reserve reflects the nominal value of share capital issued by the company.

Profit and loss account

The profit and loss account represents the accumulated profits, losses and distributions of the company.

Wring Group Limited

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

27 Loans and borrowings

	Group		Company	
	2022 £	2021 £	2022 £	2021 £
Non-current loans and borrowings				
Bank borrowings	29,040	93,050	-	-
Finance lease liabilities	746,772	308,786	746,772	308,786
	<u>775,812</u>	<u>401,836</u>	<u>746,772</u>	<u>308,786</u>
	Group	2021	Company	2021
	2022	£	2022	£
	£		£	
Current loans and borrowings				
Bank borrowings	62,989	86,173	-	-
Finance lease liabilities	420,336	492,901	420,336	492,901
	<u>483,325</u>	<u>579,074</u>	<u>420,336</u>	<u>492,901</u>
Group				

Bank borrowings are secured by legal charges over the freehold properties owned by the group. All assets are secured by a fixed and floating charge registered 14 July 2004.

Finance lease liabilities are secured over the assets to which they relate.

Wring Group Limited

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

28 Obligations under leases and hire purchase contracts

Group

Finance leases

The total of future minimum lease payments is as follows:

	2022	2021
	£	£
Not later than one year	746,772	492,901
Later than one year and not later than five years	420,336	308,786
	<u>1,167,108</u>	<u>801,687</u>

Operating leases

The total of future minimum lease payments is as follows:

	2022	2021
	£	£
Not later than one year	134,489	189,489
Later than one year and not later than five years	25,824	62,814
	<u>160,313</u>	<u>252,303</u>

The amount of non-cancellable operating lease payments recognised as an expense during the year was £ 120,779 (2021 - £ 115,093).

Company

Finance leases

The total of future minimum lease payments is as follows:

	2022	2021
	£	£
Not later than one year	746,772	541,015
Later than one year and not later than five years	420,336	335,298
	<u>1,167,108</u>	<u>876,313</u>

Operating leases

The total of future minimum lease payments is as follows:

	2022	2021
	£	£
Not later than one year	234,489	189,489

Later than one year and not later than five years

25,824	62,814
260,313	252,303

The amount of non-cancellable operating lease payments recognised as an expense during the year was £ 320,779 (2021 - £ 313,457).

Wring Group Limited

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

29 Financial instruments

Group

Categorisation of financial instruments

	2022	2021
	£	£
Financial assets measured at fair value through profit or loss	5,894,881	4,527,305
Financial liabilities measured at fair value through profit or loss	3,327,223	2,662,343

Company

Categorisation of financial instruments

	2022	2021
	£	£
Financial assets measured at fair value through profit or loss	5,932,789	4,511,373
Financial liabilities measured at fair value through profit or loss	3,215,095	2,525,594

30 Analysis of changes in net debt

Group

	At 1 September 2021	Financing cash flows	New finance leases	At 31 August 2022
	£	£	£	£
Cash and cash equivalents				
Cash	2,486,287	471,066	-	2,957,353
Borrowings				
Bank borrowings	(179,223)	87,194	-	(92,029)
Lease liabilities	(801,687)	-	(365,421)	(1,167,108)
	<u>(980,910)</u>	<u>87,194</u>	<u>(365,421)</u>	<u>(1,259,137)</u>
	<u>1,505,377</u>	<u>558,260</u>	<u>(365,421)</u>	<u>1,698,216</u>

Management charges receivable	109,000
	<u>184,209</u>
Amounts receivable from related party	<u>499,117</u>
	Other related parties
	£
2021	
Receipt of services	<u>80,162</u>
Amounts receivable from related party	<u>423,103</u>

Wring Group Limited

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

Expenditure with and payables to related parties

	Key management £	Other related parties £
2022		
Rendering of services	-	174,427
Salaries	-	24,488
Leases	113,750	-
	<u>113,750</u>	<u>198,915</u>
Amounts payable to related party	<u>-</u>	<u>181,137</u>
	Key management £	Other related parties £
2021		
Rendering of services	-	407,837
Management charges payable	-	229,778
Salaries	-	24,488
Leases	128,750	-
	<u>128,750</u>	<u>662,103</u>
Amounts payable to related party	<u>-</u>	<u>185,941</u>

Company

Transactions with directors

	At 1 September 2021 £	Advances to director £	Repayments by director £	At 31 August 2022 £
2022				
J M Wring	(38,397)	3,350	(9,213)	(44,260)
	<u>(38,397)</u>	<u>3,350</u>	<u>(9,213)</u>	<u>(44,260)</u>
D S Wring	(19,378)	3,147	(4,029)	(20,260)
	<u>(19,378)</u>	<u>3,147</u>	<u>(4,029)</u>	<u>(20,260)</u>

	At 1 September 2020 £	Advances to director £	Repayments by director £	At 31 August 2021 £
2021				

J M Wring

12,209

11,422

(62,028)

(38,397)

D S Wring

18,399

8,928

(46,705)

(19,378)

Summary of transactions with other related parties

Other related parties relate to immediate family members of the directors and companies under control by the directors.

Wring Group Limited

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

Income and receivables from related parties

	Subsidiary	Other related
	£	parties
2022		£
Receipt of services	-	75,209
Management charges receivable	-	109,000
	-	184,209
Amounts receivable from related party	30,916	499,117
		Other related
		parties
		£
2021		
Receipt of services		80,162
Amounts receivable from related party		423,103

Expenditure with and payables to related parties

	Subsidiary	Key	Other related
	£	management	parties
2022		£	£
Rendering of services	-	-	174,427
Management charges payable	40,000	-	-
Salaries	-	-	24,488
Leases	200,000	113,750	-
	240,000	113,750	198,915
Amounts payable to related party	-	64,250	181,137
			Other related
			parties
			£
2021			
Rendering of services	-	-	407,837
Management charges payable	60,000	-	229,778
Salaries	-	-	24,488
Leases	200,000	128,750	-
	260,000	128,750	662,103
Amounts payable to related party	57,540	57,775	185,941

