REGISTERED NUMBER: 01188773 (England and Wales)

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

FOR

INGHAM & GARNER LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2022

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COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2022

DIRECTORS:	Mr D Garner Mr C D Garner Mrs J A Burrows
SECRETARY:	Mr D Garner
REGISTERED OFFICE:	8 Sinclair Way Prescot Business Park Prescot Merseyside L34 1QL
REGISTERED NUMBER:	01188773 (England and Wales)
AUDITORS:	Livesey Spottiswood Ltd Chartered Accountants and Statutory Auditors 17 George Street St Helens Merseyside WA10 1DB

BALANCE SHEET
31 DECEMBER 2022

	Notes	2022 £	2021 as restated £
FIXED ASSETS			
Tangible assets	4	207,817	75,371
Investment property	5	581,950	675,500
		789,767	750,871
CURRENT ASSETS			
Debtors	6	1,166,886	959,677
Investments	7	1,127,735	1,129,600
Cash at bank and in hand		406,123	474,863
		2,700,744	2,564,140
CREDITORS			
Amounts falling due within one year	8	(361,669)	(379,075)
NET CURRENT ASSETS		2,339,075	2,185,065
TOTAL ASSETS LESS CURRENT LIABILITIES		3,128,842	2,935,936
PROVISIONS FOR LIABILITIES	10	(171,721)	(115,864)
NET ASSETS		2,957,121	2,820,072
CAPITAL AND RESERVES			
Called up share capital	11	10,000	10,000
Property revaluation reserve	12	520,460	496,388
Unrealised investment gains reserve	12	170,801	185,976
Retained earnings	12	2,255,860	2,127,708
SHAREHOLDERS' FUNDS		2,957,121	2,820,072

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 6 November 2023 and were signed on its behalf by:

Mr D Garner - Director

The notes form part of these financial statements

1. STATUTORY INFORMATION

Ingham & Garner Limited is a private company, limited by shares , registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements
These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

The financial statements are presented in sterling which is the functional currency of the company.

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

Significant judgements and key sources of estimation uncertainty
In the application of the company's accounting policies as set out below, management is required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying 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 if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Management consider that the following have the most significant effect on the amounts recognised in the financial statements:

Financial outcome of individual contracts - All long term contracts are reviewed on a monthly basis, with particular attention to contract stage of completion, costs to date and costs still to be incurred. Movement in margin is recognised when prudent to do so but immediately in the event there is a foreseeable loss.

Valuation of investment property - Investment properties are valued at the end of each reporting period by the directors at open market value.

Turnover
Turnover is entirely in respect of construction contracts and is measured at the fair value of the consideration received or receivable net of VAT and discounts.

When the outcome of a construction contract can be estimated reliably, contract costs and turnover are recognised by reference to the stage of completion at the balance sheet date. Stage of completion is calculated using the percentage completion method. Amounts recoverable on these long-terms contracts are included within debtors. Payments on account in respect of long-term contracts are included within creditors.

Where the outcome cannot be measured reliably, the work in progress is valued at cost less payments on account. Cost includes all direct costs plus an appropriate amount of attributable overhead.

When contract costs are expected to exceed the total contract turnover, the expected loss is recognised as an expense immediately, with a corresponding provision.

The recognition of retentions is usually deferred until their receipt becomes virtually certain.

2. **ACCOUNTING POLICIES - continued**

Tangible fixed assets
Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets except freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Improvements to property	- 2% Straight line
Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- Straight line over 3 years

Assets are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in profit or loss.

Investment property
Investment properties are initially recognised at cost. Cost includes the purchase price and any legal and professional fees in connection with the acquisition of the property.

At each reporting date, the properties are valued at fair value through profit and loss.

Taxation
Current tax represents the amount of tax payable or receivable in respect of the taxable profit (or loss) for the current or past reporting periods. It is measured at the amount expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax represents the future tax consequences of transactions and events recognised in the financial statements of current and previous periods. It is recognised in respect of all timing differences, with certain exceptions. Timing differences are differences between taxable profits and total comprehensive income as stated in the financial statements that arise from the inclusion of income and expense in tax assessments in periods different from those in which they are recognised in the financial statements. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of timing differences.

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

When employees have rendered service to the company, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

Grants
Revenue grants are included in the profit and loss account in the period to which they relate.

Current asset investments
Current asset investments are a basic financial instrument and are initially recognised at cost and subsequently at fair value through profit and loss. Deferred tax is recognised in respect of unrealised gains on current asset investments.

Debtors and creditors receivable / payable within one year
Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 16 (2021 - 11) .

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4. TANGIBLE FIXED ASSETS

	Freehold land £	Improvements to property £	Plant and machinery £
COST			
At 1 January 2022	-	2,850	40,278
Disposals	-	-	-
Transfer from investment property	150,000	-	-
At 31 December 2022	150,000	2,850	40,278
DEPRECIATION			
At 1 January 2022	-	2,223	22,801
Charge for year	-	57	2,621
Eliminated on disposal	-	-	-
At 31 December 2022	-	2,280	25,422
NET BOOK VALUE			
At 31 December 2022	150,000	570	14,856
At 31 December 2021	-	627	17,477

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 January 2022	57,824	144,941	8,142	254,035
Disposals	-	(20,116)	-	(20,116)
Transfer from investment property	-	-	-	150,000
At 31 December 2022	57,824	124,825	8,142	383,919
DEPRECIATION				
At 1 January 2022	55,048	94,009	4,583	178,664
Charge for year	417	12,734	1,661	17,490
Eliminated on disposal	-	(20,052)	-	(20,052)
At 31 December 2022	55,465	86,691	6,244	176,102
NET BOOK VALUE				
At 31 December 2022	2,359	38,134	1,898	207,817
At 31 December 2021	2,776	50,932	3,559	75,371

The historical cost of freehold land amounts to £32,368.

5. INVESTMENT PROPERTY

	Total £
FAIR VALUE	
At 1 January 2022	675,500
Revaluations	56,450
Transfer to freehold land	(150,000)
At 31 December 2022	581,950
NET BOOK VALUE	
At 31 December 2022	581,950
At 31 December 2021	675,500

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5. INVESTMENT PROPERTY - continued

The investment properties were valued at 31 December 2022 at the director's best estimate of the fair value of the properties on an open market basis.

Fair value at 31 December 2022 is represented by:

	£
Valuation in 2009	350,952
Valuation in 2021	85,649
Valuation in 2022	56,450
Cost	88,899
	581,950

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021 as restated
	£	£
Trade debtors	210,344	70,177
Amounts due from related parties	12,039	12,039
Amounts recoverable on contracts	811,528	743,410
Other debtors	1,015	182
Corporation tax	52,172	49,894
Directors' current accounts	50,241	71,633
Prepayments and accrued income	29,547	12,342
	1,166,886	959,677

7. CURRENT ASSET INVESTMENTS

	2022	2021 as restated
	£	£
Unlisted investments	1,127,735	1,129,600

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021 as restated
	£	£
Trade creditors	181,347	186,464
Corporation tax	17,923	7,294
Social security and other taxes	20,137	14,222
VAT	85,281	124,804
Other creditors	11,262	5,624
Accrued expenses	45,719	40,667
	361,669	379,075

9. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2022	2021 as restated
	£	£
Between one and five years	2,150	2,700

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10. PROVISIONS FOR LIABILITIES

	2022	2021 as restated
	£	£
Deferred tax		
On accelerated capital allowances	24,567	14,398
On revalued property	90,220	57,842
On unrealised investment gains	56,934	43,624
	171,721	115,864

	Deferred tax
	£
Balance at 1 January 2022	115,864
Movement in year	55,857
Balance at 31 December 2022	171,721

11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2022	2021 as restated
			£	£
10,000	Ordinary	£1	10,000	10,000

12. RESERVES

	Retained earnings	Property revaluation reserve	Unrealised investment gains reserve	Totals
	£	£	£	£
At 1 January 2022	2,127,708	496,388	185,976	2,810,072
Profit for the year	137,049	-	-	137,049
Transfer for revaluation of investment property	(56,450)	56,450	-	-
Transfer for deferred tax movement on investment property	32,378	(32,378)	-	-
Transfer for unrealised gains on investments	1,865	-	(1,865)	-
Transfer for deferred tax on unrealised investment gains	13,310	-	(13,310)	-
At 31 December 2022	2,255,860	520,460	170,801	2,947,121

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13. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was qualified on the following basis:

Basis for qualified opinion
Current asset investments includes £1,127,735 in respect of an investment with Prudential. We were unable to obtain a type 2 report from Prudential to verify that the internal controls operated by them are suitable for the purposes of valuing this investment and were unable to satisfy ourselves that the valuation was accurate by alternative means. Consequently, we were unable to determine whether any adjustment to this amount was necessary.

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's 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 the provisions available for small entities, in the circumstances set out in note 18 to the financial statements, 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.

Matters required to report by exception
Arising solely from the limitation on the scope of our work relating to current asset investments referred to above, we have not obtained all of the information and explanations that we considered necessary for the purpose of our audit.

Mr David Hudd BA FCA (Senior Statutory Auditor)
for and on behalf of Livesey Spottiswood Ltd

14. PRIOR YEAR ADJUSTMENT

The financial statements for the prior year have been restated as a result of the following:
The revision to the accounting policy in respect of current asset investments as the policy was not compliant with
- FRS102.
- The incorrect application of the accounting policy in respect of construction contracts.
- A material misstatement in respect of the fair value of investment property.

Current asset investments
The current asset investments were previously recognised at cost, rather than at fair value through profit and loss as required under FRS102. This incorrect treatment had occurred in all previous years following the transition to FRS102. The impact of the prior period adjustment was as follows:
- The closing valuation at 31 December 2021 has increased by £229,600 with a total uplift to the deferred tax provision of £43,623.

Construction contracts
Amounts recoverable on contracts were incorrectly disclosed within stocks and cost of sales rather than within debtors and turnover. The impact of the prior period adjustment was as follows:
- The closing amounts recoverable on contracts figure at 31 December 2021 of £743,410 has been re-presented within debtors rather than within stocks.

Investment property
A lack of certainty over the ownership of one of the company's investment properties led to a material misstatement in the fair value at 31 December 2021. The impact of the prior period adjustment was as follows:
- The closing valuation for investment property at 31 December 2021 has increased by £75,500 and the deferred tax provision has increased by £14,435.

The impact of the above restatements has resulted in the following changes to the original balance sheet presented for the year ended 31 December 2021 as follows:
- Investment property has increased by £75,500
- Stocks has reduced by £743,410
- Debtors has increased by £743,410
- Current asset investments has increased by £229,600
- Net current assets have increased by £229,600
- Total assets less current liabilities have increased by £305,100
- Provisions for liabilities has increased by £57,969
- Net assets has increased by £247,131
- Property revaluation reserve has increased by £61,155
- Unrealised investment gains reserve has increased by £185,976

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15. CAPITAL COMMITMENTS

	2022	2021 as restated
	£	£
Contracted but not provided for in the financial statements	40,450	-

16. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 31 December 2022 and 31 December 2021:

	2022	2021 as restated
	£	£
Mr D Garner		
Balance outstanding at start of year	44,187	79,722
Amounts advanced	1,072	9,056
Amounts repaid	(18,000)	(44,591)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	27,259	44,187
Mrs J A Burrows		
Balance outstanding at start of year	27,446	32,333
Amounts advanced	1,536	1,113
Amounts repaid	(6,000)	(6,000)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	22,982	27,446

The note above summarises the net transactions on the directors' current account during the year. Interest has been charged using HM Revenue & Customs rates.

17. RELATED PARTY DISCLOSURES

At the year end a balance was due to the company from EFT Systems Limited of £12,039 (2021 - £12,039). EFT Systems Limited is a company in which the 50% shareholder, Mrs H.Ingham, has a material interest.

18. PROVISIONS AVAILABLE FOR SMALLER ENTITIES

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities, provide routine bookkeeping services and assist with the preparation of the financial statements.

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.