

Unaudited Financial Statements for the Year Ended 31 December 2021

for

Kennedy Travel (Yorkshire) Limited

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for the Year Ended 31 December 2021**

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Kennedy Travel (Yorkshire) Limited

**Company Information
for the Year Ended 31 December 2021**

DIRECTORS:

Mrs R M Briggs
Mrs C Button
Mrs S P Roberts
Ms J C Button

SECRETARY:

Mrs S P Roberts

REGISTERED OFFICE:

The Kennedy Building
48 Victoria Road
Leeds
West Yorkshire
LS11 5AF

REGISTERED NUMBER:

01325708 (England and Wales)

ACCOUNTANTS:

Harris & Co Limited
Chartered Accountants
Marland House
13 Huddersfield Road
Barnsley
South Yorkshire
S70 2LW

Statement of Financial Position
31 December 2021

	Notes	2021 £	2020 £
FIXED ASSETS			
Intangible assets	5	-	-
Tangible assets	6	<u>1,402,563</u>	<u>1,416,451</u>
		<u>1,402,563</u>	<u>1,416,451</u>
CURRENT ASSETS			
Debtors	7	345,082	454,131
Cash at bank and in hand		<u>1,252,073</u>	<u>1,885,263</u>
		<u>1,597,155</u>	<u>2,339,394</u>
CREDITORS			
Amounts falling due within one year	8	<u>(2,206,185)</u>	<u>(2,310,808)</u>
NET CURRENT (LIABILITIES)/ASSETS		<u>(609,030)</u>	<u>28,586</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		793,533	1,445,037
CREDITORS			
Amounts falling due after more than one year	9	<u>(474,997)</u>	<u>(523,451)</u>
NET ASSETS		<u>318,536</u>	<u>921,586</u>
CAPITAL AND RESERVES			
Called up share capital	12	100,000	100,000
Revaluation reserve	13	536,748	536,748
Retained earnings		<u>(318,212)</u>	<u>284,838</u>
SHAREHOLDERS' FUNDS		<u>318,536</u>	<u>921,586</u>

The notes form part of these financial statements

**Statement of Financial Position - continued
31 December 2021**

The Company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2021.

The members have not required the Company to obtain an audit of its financial statements for the year ended 31 December 2021 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the Company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the Company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the Company.

The 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 Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 21 July 2022 and were signed on its behalf by:

Mrs R M Briggs - Director

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

1. STATUTORY INFORMATION

Kennedy Travel (Yorkshire) Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

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

2. STATEMENT OF COMPLIANCE

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.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Going Concern

From mid-March 2020 the global COVID-19 pandemic has hugely impacted the UK and caused enormous disruption across the whole society, economy and businesses in all sectors, especially the travel and tourism sector.

From a financial perspective, although COVID-19 has had a significant effect on revenue in 2020 and 2021, all measures have been taken to control costs and conserve liquidity. Post year end, with the resumption of travel, we are seeing very high demand for travel in 2022 and 2023. With strong bookings and a significantly reduced cost base, profitability is greater and our recovery is well underway.

Due to the post year end performance improvements noted above, the directors have an expectation that the company has sufficient financial resources to continue in operational existence for the foreseeable future and so the financial statements are prepared on a going concern basis.

Significant judgements and estimates

The principal accounting policies and significant judgements and estimates applied in the preparation of these financial statements are as set out in the accounting policies note and have been consistently applied to all years presented unless otherwise stated.

Turnover

Turnover represents the aggregate amount of revenue from inclusive tours, travel agency commission and other services supplied to the customers in the ordinary course of business. Revenue relating to inclusive tours arranged by the company is recognised on the date of departure and related costs are charged to the profit and loss account on the same basis. Revenue relating to travel agency commission on third party leisure travel products is recognised when earned, which is on receipt of the full payment from the customer.

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2021**

3. ACCOUNTING POLICIES - continued

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- Not provided
Short leasehold	- at varying rates on cost
Fixtures and fittings	- 33% on cost straight line and 15% on reducing balance
Motor vehicles	- 25% on reducing balance

No depreciation is provided in respect of freehold land & buildings as they are kept in a continual state of good repair and, in the opinion of the directors the residual value at the end of the useful life will not be materially less than the carrying value in the financial statements.

Tangible assets are initially recorded at cost, and subsequently stated at revalued amount or cost less any accumulated depreciation and impairment losses.

Depreciation is provided at the following annual rates in order to write off the cost or revalued amount less estimated residual value of each asset over its estimated useful life.

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the statement of financial position date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

3. ACCOUNTING POLICIES - continued**Hire purchase and leasing commitments**

Operating lease rentals are charged to the Statement of comprehensive income on a straight-line basis over the lease term.

Pension costs and other post-retirement benefits

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in the future payments or a cash refund.

Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

4. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 37 (2020 - 48) .

5. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 January 2021	
and 31 December 2021	<u>387,686</u>
AMORTISATION	
At 1 January 2021	
and 31 December 2021	<u>387,686</u>
NET BOOK VALUE	
At 31 December 2021	<u>-</u>
At 31 December 2020	<u>-</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

6. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST OR VALUATION			
At 1 January 2021	1,474,552	1,308,804	2,783,356
Additions	-	562	562
At 31 December 2021	<u>1,474,552</u>	<u>1,309,366</u>	<u>2,783,918</u>
DEPRECIATION			
At 1 January 2021	128,506	1,238,399	1,366,905
Charge for year	3,882	10,568	14,450
At 31 December 2021	<u>132,388</u>	<u>1,248,967</u>	<u>1,381,355</u>
NET BOOK VALUE			
At 31 December 2021	<u>1,342,164</u>	<u>60,399</u>	<u>1,402,563</u>
At 31 December 2020	<u>1,346,046</u>	<u>70,405</u>	<u>1,416,451</u>

Cost or valuation at 31 December 2021 is represented by:

	Land and buildings £	Plant and machinery etc £	Totals £
Valuation in 2016	12,899	-	12,899
Valuation in 2017	35,000	-	35,000
Cost	<u>1,426,653</u>	<u>1,309,366</u>	<u>2,736,019</u>
	<u>1,474,552</u>	<u>1,309,366</u>	<u>2,783,918</u>

If the freehold property had not been revalued it would have been included at the following historical cost:

	2021 £	2020 £
Cost	<u>1,287,101</u>	<u>1,287,101</u>
Aggregate depreciation	<u>539,958</u>	<u>539,958</u>
Value of land in freehold land and buildings	<u>747,143</u>	<u>747,143</u>

Freehold land and buildings have been included at valuation based on a full professional valuation undertaken by Woodhead Sharps in 2017 on a market value basis.

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade debtors	115,890	76,796
Other debtors	<u>229,192</u>	<u>377,335</u>
	<u>345,082</u>	<u>454,131</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Bank loans and overdrafts	84,170	84,171
Trade creditors	2,044,155	2,088,391
Taxation and social security	20,571	30,308
Other creditors	57,289	107,938
	<u>2,206,185</u>	<u>2,310,808</u>

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

	2021 £	2020 £
Bank loans	<u>474,997</u>	<u>523,451</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more than 5 years by instalments	-	41,667
	<u>-</u>	<u>41,667</u>

10. LEASING AGREEMENTS

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

	2021 £	2020 £
Within one year	10,191	175,425
Between one and five years	9,217	255,776
	<u>19,408</u>	<u>431,201</u>

11. SECURED DEBTS

The following secured debts are included within creditors:

	2021 £	2020 £
Bank loans	<u>559,167</u>	<u>607,622</u>

The bank loan is secured by a fixed and floating charge over the land and buildings and other assets of the company. One of the loans has an interest rate on the loan at base rate plus 2.5% with loan repayments based on a 10 year term, but with a full repayment or refinancing required after 5 years (ie 2022). In addition loans also includes a CBILS loan which has the interest paid for by the government for the first 12 months, and thereafter interest is charged at base rate plus 3.5%.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

12. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2021 £	2020 £
74,000	Ordinary A	£1	74,000	74,000
10,000	Ordinary B	£1	10,000	10,000
10,000	Ordinary C	£1	10,000	10,000
6,000	Ordinary D	£1	6,000	6,000
			<u>100,000</u>	<u>100,000</u>

13. RESERVES

At 1 January 2021
and 31 December 2021

Revaluation
reserve
£

536,748

14. EXCEPTIONAL ITEMS

Including in administrative expenses for the year ended 31 December 2021 is £166,488 relating to redundancy costs.

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