

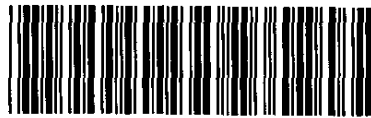
**Company Number: 03073194**

**Capital Gardens Limited**

**Directors' Report and Consolidated Financial Statements**

**for the Year Ended 31 December 2019**

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# Capital Gardens Limited

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# Capital Gardens Limited

## Company Information

**Directors** C Campbell-Preston  
A Lamarche  
M C Dalrymple (Non-Executive)  
E Schneider (Non-Executive)

**Company secretary** C Campbell-Preston

**Registered office** The Garden Centre at Alexandra Palace  
Alexandra Palace Way  
London  
N22 7BB

**Auditors** Hawsons Chartered Accountants  
Statutory Auditors  
Jubilee House  
32 Duncan Close  
Moulton Park  
Northampton  
NN3 6WL

# Capital Gardens Limited

## Directors' Report for the Year Ended 31 December 2019

The directors present their report and the audited consolidated financial statements for the year ended 31 December 2019.

### Principal activity

The principal activity of the group is the running of garden centres and a garden maintenance business.

### Directors of the group

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

C Campbell-Preston

A Lamarche

M C Dalrymple (Non-Executive)

E Schneider (Non-Executive)

### Dividends

The directors do not recommend payment of a dividend (2018: £nil).

### Disclosure of information to the auditors

The directors of the company who held office at the date of the approval of this Annual Report as set out above confirm that:

- so far as they are aware, there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware, and
- they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

### Small companies provision statement

The report of the directors has been prepared taking advantage of the small companies' exemption of section 415A of the Companies Act 2006.

### Reappointment of auditors

The auditors, Hawsons Chartered Accountants, are deemed to be reappointed under section 487(2) of the Companies Act 2006.

Approved by the Board and signed on its behalf by:



C Campbell-Preston  
Director

19 November 2020

# Capital Gardens Limited

## Statement of Directors' Responsibilities

The directors are responsible for preparing the Directors' 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 company and of the profit or loss of the 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 company's transactions and disclose with reasonable accuracy at any time the financial position of the group and the 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 company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

# Capital Gardens Limited

## Independent Auditor's Report to the Members of Capital Gardens Limited

### Opinion

We have audited the financial statements of Capital Gardens Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 December 2019, which comprise the Consolidated Statement of Comprehensive Income, Consolidated Statement of Financial Position, Statement of Financial Position, Consolidated Statement of Changes in Equity, Statement of Changes in Equity, 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 December 2019 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's responsibilities for the audit of the financial statements section of our report. We are independent of the group 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's or the parent company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

### 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.

We have nothing to report in this regard.

## Capital Gardens Limited

### Independent Auditor's Report to the Members of Capital Gardens Limited

#### **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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has 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 group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in 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 3, 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 group'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 group or the parent company or to cease operations, or have no realistic alternative but to do so.

#### **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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group's or the parent company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group or the parent company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

## Capital Gardens Limited

### Independent Auditor's Report to the Members of Capital Gardens Limited

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

#### 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.

Hawsons

**David Owens**

**Senior Statutory Auditor**

For and on behalf of Hawsons Chartered Accountants

Statutory Auditor

Jubilee House

32 Duncan Close

Moulton Park

Northampton

NN3 6WL

24 November 2020



## Capital Gardens Limited

### Consolidated Statement of Comprehensive Income for the Year Ended 31 December 2019

	2019 £	2018 £
Revenue	8,299,293	7,015,601
Cost of sales	<u>(4,041,262)</u>	<u>(3,373,035)</u>
Gross profit	4,258,031	3,642,566
Distribution costs	(169,649)	(176,352)
Administrative expenses	<u>(3,773,958)</u>	<u>(2,904,699)</u>
Operating profit	314,424	561,515
Interest payable and similar charges	<u>(25,780)</u>	-
Profit before tax	288,644	561,515
Taxation	<u>(114,496)</u>	<u>(105,183)</u>
Profit for the financial year	<u>174,148</u>	<u>456,332</u>
Total comprehensive income for the year	<u>174,148</u>	<u>456,332</u>

The above results were derived from continuing operations.


# Capital Gardens Limited

(Registration number: 03073194)

## Consolidated Statement of Financial Position as at 31 December 2019

	Note	2019 £	2018 £
<b>Non-Current Assets</b>			
Intangible assets	4	47,916	49,479
Property, Plant and Equipment	5	<u>2,891,796</u>	<u>1,156,405</u>
		<u>2,939,712</u>	<u>1,205,884</u>
<b>Current assets</b>			
Inventories	7	1,142,495	805,640
Trade and other receivables	8	243,572	196,150
Cash at bank and in hand		<u>1,342,251</u>	<u>1,439,741</u>
		2,728,318	2,441,531
Creditors: Amounts falling due within one year	10	<u>(1,474,323)</u>	<u>(1,234,785)</u>
Net current assets		<u>1,253,995</u>	<u>1,206,746</u>
Total assets less current liabilities		4,193,707	2,412,630
Non-current liabilities	10	(1,485,105)	-
Provisions for liabilities		<u>(162,304)</u>	<u>(47,103)</u>
Net assets		<u>2,546,298</u>	<u>2,365,527</u>
<b>Equity</b>			
Called up share capital		60,642	60,100
Share premium		6,081	-
Retained earnings		<u>2,479,575</u>	<u>2,305,427</u>
Total equity		<u>2,546,298</u>	<u>2,365,527</u>

Approved and authorised by the Board and signed on its behalf by:



C Campbell-Preston

Director

19 November 2020

# Capital Gardens Limited

(Registration number: 03073194)

## Statement of Financial Position as at 31 December 2019

	Note	2019 £	2018 £
<b>Non-Current Assets</b>			
Intangible assets	4	47,916	49,479
Property, Plant and Equipment	5	2,228,329	479,903
Investments	6	<u>2</u>	<u>2</u>
		<u>2,276,247</u>	<u>529,384</u>
<b>Current assets</b>			
Inventories	7	1,142,345	796,035
Trade and other receivables	8	901,650	1,029,092
Cash at bank and in hand		<u>1,091,893</u>	<u>1,089,667</u>
		3,135,888	2,914,794
Current liabilities	10	<u>(1,126,462)</u>	<u>(942,906)</u>
Net current assets		<u>2,009,426</u>	<u>1,971,888</u>
Total assets less current liabilities		4,285,673	2,501,272
Non-current liabilities	10	(1,485,105)	-
Provisions for liabilities		<u>(162,304)</u>	<u>(47,103)</u>
Net assets		<u>2,638,264</u>	<u>2,454,169</u>
<b>Equity</b>			
Called up share capital		60,642	60,100
Share premium reserve		6,081	-
Retained earnings		<u>2,571,541</u>	<u>2,394,069</u>
Total equity		<u>2,638,264</u>	<u>2,454,169</u>

The company made a profit after tax for the financial year of £177,472 (2018 - profit of £459,312).

Approved and authorised by the Board and signed on its behalf by:



C Campbell-Preston

Director

19 November 2020

## Capital Gardens Limited

### Consolidated Statement of Changes in Equity for the Year Ended 31 December 2019

	Share capital £	Share premium £	Retained earnings £	Total £
At 1 January 2019	60,100	-	2,305,427	2,365,527
Total comprehensive income	-	-	174,148	174,148
New share capital subscribed	542	6,081	-	6,623
At 31 December 2019	60,642	6,081	2,479,575	2,546,298
		Share capital £	Retained earnings £	Total £
At 1 January 2018		60,100	1,849,095	1,909,195
Total comprehensive income		-	456,332	456,332
31 December 2018		60,100	2,305,427	2,365,527

## Capital Gardens Limited

### Statement of Changes in Equity for the Year Ended 31 December 2019

	Share capital £	Share premium £	Retained earnings £	Total £
At 1 January 2019	60,100	-	2,394,069	2,454,169
Total comprehensive income	-	-	177,472	177,472
New share capital subscribed	542	6,081	-	6,623
At 31 December 2019	<u>60,642</u>	<u>6,081</u>	<u>2,571,541</u>	<u>2,638,264</u>

	Share capital £	Retained earnings £	Total £
At 1 January 2018	60,100	1,934,757	1,994,857
Total comprehensive income	-	459,312	459,312
31 December 2018	<u>60,100</u>	<u>2,394,069</u>	<u>2,454,169</u>

# Capital Gardens Limited

## Notes to the Financial Statements for the Year Ended 31 December 2019

### 1 Accounting policies

#### Summary of significant accounting policies and key accounting estimates

Capital Gardens Limited is a company limited by shares incorporated in England within the United Kingdom. The address of the registered office is given on page 1 of these financial statements.

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

The principal 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.

#### Statement of compliance

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

#### Basis of preparation

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

#### Basis of consolidation

The consolidated financial statements consolidate the financial statements of the company and its subsidiary undertakings drawn up to 31 December 2019.

Subsidiary undertakings are included using the acquisitions method of accounting. Under this method the Statement of Comprehensive Income includes the results of subsidiaries from the date of acquisition and to the date of sale outside the group in the case of disposals of subsidiaries. The purchase consideration has been allocated to the assets and liabilities on the basis of fair value at the date of acquisition.

#### Going concern

After due consideration of all relevant factors, including the impact of the current COVID-19 pandemic, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the annual report and accounts.

#### Revenue recognition

Revenue arises from the sale of goods and services, net of value added tax, to outside customers at invoiced amounts. Revenue is recognised when goods or services are received by the customer.

#### Goodwill

Goodwill is the difference between the fair value of consideration paid for an acquired entity and the aggregate of the entity's identifiable assets and liabilities.

#### Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Amortisation method and rate
Goodwill	Over 32 years

#### Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Freehold land	Not depreciated
Freehold property improvements	2% straight line
Leasehold properties	Over the life of the lease
Leasehold property improvements	10%-20% straight line basis

# Capital Gardens Limited

## Notes to the Financial Statements for the Year Ended 31 December 2019

### 1 Accounting policies (continued)

Fixtures and fittings	20% straight line basis
Plant and machinery	20%-33.3% straight line basis
Motor vehicles	20%-25% straight line basis
Office equipment	33.3% straight line basis

#### Fixed asset investments

Fixed asset investments are stated at historical cost less provision for any diminution in value.

#### Inventories

Inventories are valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving inventories. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

#### 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 Statement of Comprehensive Income 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.

#### Deferred tax

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes, which have arisen but not reversed by the Statement of Financial Position date.

Deferred tax is measured at the rates that are expected to apply in the periods when timing differences are expected to reverse, based on the tax rates and law enacted at the Statement of Financial Position date.

#### Operating leases

Rentals payable under operating leases are charged in the Statement of Profit and Loss on a straight line basis over the lease term.

#### Pensions

The group operates a defined contribution scheme. Contributions are recognised in the Statement of Profit and Loss in the period in which they become payable in accordance with rules of the scheme.

### 2 Profit attributable to members of the company

Capital Gardens Limited has not presented a company profit and loss account as permitted by Section 408 of the Companies Act 2008.

The profit retained for the year of the parent company amounted to £177,472 (2018: £459,312).

### 3 Employees

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

	2019	2018
	No.	No.
Employees	<u>125</u>	<u>100</u>

## Capital Gardens Limited

### Notes to the Financial Statements for the Year Ended 31 December 2019

#### 4 Intangible assets

##### Group

	<b>Goodwill £</b>
<b>Cost</b>	
At 1 January 2019	<u>51,000</u>
At 31 December 2019	<u>51,000</u>
<b>Amortisation</b>	
At 1 January 2019	1,521
Amortisation charge	<u>1,563</u>
At 31 December 2019	<u>3,084</u>
<b>Carrying amount</b>	
At 31 December 2019	<u><u>47,916</u></u>
31 December 2018	<u><u>49,479</u></u>

##### Company

	<b>Goodwill £</b>
<b>Cost</b>	
At 1 January 2019	<u>50,000</u>
At 31 December 2019	<u>50,000</u>
<b>Amortisation</b>	
At 1 January 2019	521
Amortisation charge	<u>1,563</u>
At 31 December 2019	<u>2,084</u>
<b>Carrying amount</b>	
At 31 December 2019	<u><u>47,916</u></u>
At 31 December 2018	<u><u>49,479</u></u>



Notes to the Financial Statements for the Year Ended 31 December 2019

5 Property, plant and equipment

Group	Freehold land and buildings £	Leasehold properties and improvements £	Furniture, fittings and equipment £	Motor vehicles £	Office equipment £	Plant and machinery £	Total £
<b>Cost or valuation</b>							
At 1 January 2019	758,251	2,451,405	119,626	255,707	28,376	1,320,211	4,933,576
Additions	1,465,226	207,752	6,404	95,749	-	119,810	1,894,941
Disposals	-	-	-	(39,621)	-	-	(39,621)
At 31 December 2019	<u>2,223,477</u>	<u>2,659,157</u>	<u>126,030</u>	<u>311,835</u>	<u>28,376</u>	<u>1,440,021</u>	<u>6,788,896</u>
<b>Depreciation</b>							
At 1 January 2019	93,100	2,184,761	65,450	248,132	25,607	1,160,121	3,777,171
Charge for the year	857	40,015	6,926	23,501	-	82,599	153,898
Eliminated on disposal	-	-	-	(39,621)	-	-	(39,621)
Impairment	-	-	5,652	-	-	-	5,652
At 31 December 2019	<u>93,957</u>	<u>2,224,776</u>	<u>78,028</u>	<u>232,012</u>	<u>25,607</u>	<u>1,242,720</u>	<u>3,897,100</u>
<b>Carrying amount</b>							
At 31 December 2019	<u>2,129,520</u>	<u>434,381</u>	<u>48,002</u>	<u>79,823</u>	<u>2,769</u>	<u>197,301</u>	<u>2,891,796</u>
At 31 December 2018	<u>665,151</u>	<u>266,644</u>	<u>54,176</u>	<u>7,575</u>	<u>2,769</u>	<u>160,090</u>	<u>1,156,405</u>

Included within the net book value of Freehold land and buildings above is £664,850 (2018 - £664,850) of land and buildings that are not depreciated.

## Capital Gardens Limited

### Notes to the Financial Statements for the Year Ended 31 December 2019

#### 5 Property, plant and equipment (continued)

##### Company

	Land and buildings £	Motor vehicles £	Other property, plant and equipment £	Total £
<b>Cost or valuation</b>				
At 1 January 2019	2,324,641	156,374	1,321,738	3,802,753
Additions	1,672,978	95,749	119,810	1,888,537
Disposals	-	(35,931)	-	(35,931)
At 31 December 2019	<u>3,997,619</u>	<u>216,192</u>	<u>1,441,548</u>	<u>5,655,359</u>
<b>Depreciation</b>				
At 1 January 2019	2,056,632	150,029	1,116,189	3,322,850
Charge for the year	40,015	22,271	77,825	140,111
Eliminated on disposal	-	(35,931)	-	(35,931)
At 31 December 2019	<u>2,096,647</u>	<u>136,369</u>	<u>1,194,014</u>	<u>3,427,030</u>
<b>Carrying amount</b>				
At 31 December 2019	<u>1,900,972</u>	<u>79,823</u>	<u>247,534</u>	<u>2,228,329</u>
At 31 December 2018	<u>268,009</u>	<u>6,345</u>	<u>205,549</u>	<u>479,903</u>

Included within the net book value of land and buildings above is £1,465,226 (2018 - £294,600) in respect of freehold land and buildings and £ 207,752 (2018 - £145,000) in respect of long leasehold land and buildings.

#### 6 Investments

##### Company

##### 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	Holding	Proportion of voting rights and shares held	
		2019	2018
<b>Subsidiary undertakings</b>			
Cap G (Investments) Limited	Ordinary	100%	100%
Capital Christmas Trees	Ordinary	100%	100%
Capital Garden Landscapes Limited	Ordinary	100%	100%
Pines and Needles Limited	Ordinary	100%	100%
Neal's Nurseries Limited	Ordinary	100%	100%

## Capital Gardens Limited

### Notes to the Financial Statements for the Year Ended 31 December 2019

#### 6 Investments (continued)

The principal activity of Cap G (Investments) Limited is that of a dormant company.  
 The principal activity of Capital Gardens Landscapes Limited is that of a dormant company.  
 The principal activity of Neal's Nurseries Limited is that of a dormant company.  
 The principal activity of Capital Christmas Trees Limited is the sale of Christmas trees.

Pursuant to section 479A of the Companies Act 2006, the accounts for Cap G (Investments) Limited (Company number: 02428003) for the 2019 financial year, which are included in the consolidated financial statements of Capital Gardens Limited, have not been audited. This is permitted on the basis that Capital Gardens Limited guarantees all the outstanding liabilities to which Cap G (Investments) Limited is subject to as at the year end under section 479C.

Pursuant to section 479A of the Companies Act 2006, the accounts for Capital Gardens Landscapes Limited (Company number: 01776244) for the 2019 financial year, which are included in the consolidated financial statements of Capital Gardens Limited, have not been audited. This is permitted on the basis that Capital Gardens Limited guarantees all the outstanding liabilities to which Capital Gardens Landscapes Limited is subject to as at the year end under section 479C.

Pursuant to section 479A of the Companies Act 2006, the accounts for Neal's Nurseries Limited (Company number: 00561211) for the 2019 financial year, which are included in the consolidated financial statements of Capital Gardens Limited, have not been audited. This is permitted on the basis that Capital Gardens Limited guarantees all the outstanding liabilities to which Neal's Nurseries Limited is subject to as at the year end under section 479C.

Pursuant to section 479A of the Companies Act 2006, the accounts for Capital Christmas Trees Limited (Company number: 10917232) for the 2019 financial year, which are included in the consolidated financial statements of Capital Gardens Limited, have not been audited. This is permitted on the basis that Capital Gardens Limited guarantees all the outstanding liabilities to which Capital Christmas Trees Limited is subject to as at the year end under section 479C.

#### 7 Inventories

	Group		Company	
	2019	2018	2019	2018
	£	£	£	£
Goods held for resale	1,142,495	805,640	1,142,345	796,035

#### 8 Trade and other receivables

	Group		Company	
	2019	2018	2019	2018
	£	£	£	£
Trade receivables	44,143	44,556	44,143	42,696
Other receivables	50,299	43,805	708,377	878,607
Prepayments and accrued income	149,130	107,789	149,130	107,789
	243,572	196,150	901,650	1,029,092

#### 9 Loans and borrowings

	Group		Company	
	2019	2018	2019	2018
	£	£	£	£
<b>Non-current loans and borrowings</b>				
Bank borrowings	1,485,105	-	1,485,105	-

## Capital Gardens Limited

### Notes to the Financial Statements for the Year Ended 31 December 2019

#### 9 Loans and borrowings (continued)

	2019 £	Group 2018 £	2019 £	Company 2018 £
<b>Current loans and borrowings</b>				
Bank borrowings	87,048	-	87,048	-

#### 10 Trade and other payables

	Group 2019 £	2018 £	Company 2019 £	2018 £
<b>Due within one year</b>				
Loans and borrowings	87,048	-	87,048	-
Trade payables	886,785	728,687	664,041	503,029
Corporation tax	-	92,524	-	92,524
Other taxes and social security	250,165	190,783	230,431	170,414
Other payables	33,608	33,546	2	2
Accruals and deferred income	216,717	189,245	144,940	176,937
	<u>1,474,323</u>	<u>1,234,785</u>	<u>1,126,462</u>	<u>942,906</u>
<b>Due after one year</b>				
Loans and borrowings	1,485,105	-	1,485,105	-

#### Security

On 31 March 2016 Barclays Bank PLC secured a fixed and floating charge over the assets of the company.

#### 11 Obligations under leases and hire purchase contracts

##### Group and company

##### Operating leases

The total of future minimum lease payments is as follows:

	2019 £	2018 £
Not later than one year	142,130	142,130
Later than one year and not later than five years	430,918	509,548
Later than five years	994,000	1,057,500
	<u>1,567,048</u>	<u>1,709,178</u>

The amount of non-cancellable operating lease payments recognised as an expense during the year was £142,130 (2018 - £142,130).

## Capital Gardens Limited

### Notes to the Financial Statements for the Year Ended 31 December 2019

#### 12 Pension and other schemes

##### Defined contribution pension scheme

The group operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the group to the scheme and amounted to £57,246 (2018 - £48,113).

Contributions totalling £7,570 (2018 - £4,000) were payable to the scheme at the year end and are included in trade and other payables.

#### 13 Related party transactions

The company has taken advantage of the exemptions available under Section 33.1A of FRS 102 from disclosing transactions with other members of the group.