

Registration number: 05997102

Perrys Holdings Limited

Annual Report and Consolidated Financial Statements
for the Year Ended 31 December 2021

Perrys Holdings Limited

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Perrys Holdings Limited

Company Information

Directors	Mr CJ Perry Mr MA Perry Ms SJ Perry Mr I Cook
Registered office	Perrys Recycling Limited Rimpton Road Marston Magna Yeovil Somerset BA22 8DL
Auditors	Milsted Langdon LLP Chartered Accountants and Statutory Auditors Winchester House Deane Gate Avenue Taunton Somerset TA1 2UH

Perrys Holdings Limited**Strategic Report for the Year Ended 31 December 2021**

The directors present their strategic report for the year ended 31 December 2021.

Principal activity

The principal activity of the company is that of the collection, processing and sale of recyclable materials. The principle activity of the company is that of the collection, processing and sales of recyclable materials, including Security Shredding and zero waste to landfill solutions for customers in the South West. A 20% shareholding in The Shredding Alliance Ltd, enables us to provide a solution to customers requiring group shredding contracts to customers nationally, with Perrys Recycling servicing regional customers.

Fair review of the business

The group's, principal activity during the year continued to be the collection, secure shredding & processing and sales of recyclable materials and waste to energy services.

Due to the COVID-19 pandemic, 2021 presented many challenges to the business, staff, customers and suppliers. However, as a team we were resilient as keyworkers providing a continued service to our customers, whilst looking after the welfare of staff and customers by reviewing our risk assessments, implementing safe control measures and continually assessing our business resilience plan.

We would like to thank our loyal staff as keyworkers, customers, suppliers and stakeholders. Helping us maintain our business continuity, supporting the NHS directly and indirectly with tissue and packaging products.

We have also continued to invest in staff, renewable energy supplies, environmentally efficient transport, equipment and technology. Ensuring customer communication, collections, processing and compliance with Data Protection (GDPR), Health & Safety and Environmental Regulations are maintained, enabling us to continue to provide ethical, reliable, safe and sustainable services to our customers.

The family business and the directors plan to continue promoting the business values with a strong balance sheet and demand for recycling and environmental services. Providing a first-class local and personal service, with a complete range of recycling, security shredding and waste to energy solutions to customers.

The group's key financial and other performance indicators during the year were as follows:

	Unit	2021	2020
Gross margin	%	48	49
Current assets over current liabilities	%	448	447

Perrys Holdings Limited

Strategic Report for the Year Ended 31 December 2021

Principal risks and uncertainties

The group operates with a range of customers and grades minimising the exposure risk to individual market sectors. The group also has a good relationship to ensure the provision of quality recyclable materials to processing mills in the UK, Europe and Globally. Therefore, in conjunction with a strong balance sheet, enabling us to continue to provide a specialised and sustainable services to our customers.

The group continues to operate in a competitive marketplace which we seek to manage through geographical, customer and industry spread alongside continued investment regionally, within the South West, in our shredding and recycling depots and nationally through The Shredding Alliance Ltd.

Continued compliance with all applicable regulations and laws is managed through robust management systems which are audited and accredited regularly and investment in staff qualifications and training.

Approved by the Board on 20 September 2022 and signed on its behalf by:

Mr CJ Perry
Director

Perrys Holdings Limited

Directors' Report for the Year Ended 31 December 2021

The directors present their report and the for the year ended 31 December 2021.

Directors of the group

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

Mr CJ Perry

Mr MA Perry

Ms SJ Perry

Mr I Cook

Financial Instruments
~~Objectives and policies~~

The directors are responsible for monitoring financial risk. Appropriate policies have been developed and implemented to identify, evaluate and manage the key risks.

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, given the size of the group's operations, the costs of managing exposure to commodity price risk exceed any potential benefits. The directors will revisit the appropriateness of this policy should the group's operations change in size or nature. The group has no exposure to equity securities price risk as it holds no listed or other equity investments.

Credit risk – The group's credit risk is primarily attributable to its trade debtors. Credit risk is managed by running credit checks on new customers, monitoring changes in credit ratings and by monitoring receipts against payment terms.

Liquidity risk – The group monitors cash flow as part of its normal activities. The directors consider cash flow projections on a monthly basis and ensure that facilities are available to be drawn as necessary.

Interest rate cash flow risk – The company has fixed interest bearing liabilities only and is therefore not exposed to increases in interest rates.

Future developments

We are looking to grow our business building on our successful business model and our excellent reputation for quality amongst our widespread international end customer base, through the continued investment in staff and more efficient equipment and technologies in order to improve processing, communication, customer service and reduce our environmental impact.

We are looking to grow in a sustainable way with, for example, our multi-material collection service for paper (shred & recycle services), cardboard, cans, plastic bottles, cups, batteries, fluorescent tubes, glass, WEEE reducing our customers carbon footprint, with fewer vehicle movements.

We are committed to reducing our carbon footprint further by continuously updating and maintaining our vehicle fleet and mobile plant, and looking at all options available in new technologies – i.e. Euro 6E engines, hydrogen, electric, cooking oil - to achieve NET ZERO.

After the year end, we made a further investment in solar PV with a 250Kwh system at our Marston Magna depot, providing approximately 35% of our electricity requirement.

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Directors' Report for the Year Ended 31 December 2021

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.

Approved by the Board on 20 September 2022 and signed on its behalf by:

Mr CJ Perry
Director

Perrys Holdings 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 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 company's transactions and disclose with reasonable accuracy at any time the financial position of 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 company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Perrys Holdings Limited

Independent Auditor's Report to the Members of Perrys Holdings Limited

Opinion

We have audited the financial statements of Perrys Holdings Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 December 2021, which comprise the Consolidated Profit and Loss Account, Consolidated Balance Sheet, Parent Balance Sheet, Consolidated Statement of Changes in Equity, Parent 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 company's affairs as at 31 December 2021 and of its 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 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

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.

Perrys Holdings Limited

Independent Auditor's Report to the Members of Perrys Holdings 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 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.

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 company operates in and how the company is complying with the legal and regulatory framework;

Perrys Holdings Limited

Independent Auditor's Report to the Members of Perrys Holdings Limited

- 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.

Mr Nigel Fry (Senior Statutory Auditor)
For and on behalf of Milsted Langdon LLP, Statutory Auditor
Winchester House
Deane Gate Avenue
Taunton
Somerset
TA1 2UH

21 September 2022

Perrys Holdings Limited

Consolidated Profit and Loss Account for the Year Ended 31 December 2021

	Note	2021 £	2020 £
Turnover	3	7,723,160	6,052,075
Cost of sales		<u>(4,043,548)</u>	<u>(3,304,776)</u>
Gross profit		3,679,612	2,747,299
Distribution costs		(1,700,120)	(1,689,503)
Administrative expenses		(1,308,314)	(1,278,168)
Other operating income	4	<u>91,117</u>	<u>170,231</u>
Operating profit/(loss)	5	<u>762,295</u>	<u>(50,141)</u>
Other interest receivable and similar income	7	(878)	8,516
Interest payable and similar expenses	8	<u>(28,845)</u>	<u>(2,886)</u>
		<u>(29,723)</u>	<u>5,630</u>
Profit/(loss) before tax		732,572	(44,511)
Taxation	12	<u>(213,448)</u>	<u>(39,159)</u>
Profit/(loss) for the financial year		<u>519,124</u>	<u>(83,670)</u>
Profit/(loss) attributable to:			
Owners of the company		<u>519,124</u>	<u>(83,670)</u>

The above results were derived from continuing operations.

The group has no recognised gains or losses for the year other than the results above.

The notes on pages [16](#) to [41](#) form an integral part of these financial statements.

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Perrys Holdings Limited

(Registration number: 05997102)

Consolidated Balance Sheet as at 31 December 2021

	Note	2021 £	2020 £
Fixed assets			
Intangible assets	13	22,050	22,050
Tangible assets	14	4,690,617	4,951,105
Investment in associate	16	130,640	117,657
Investments	18	5,000	5,000
		<u>4,848,307</u>	<u>5,095,812</u>
Current assets			
Stocks	19	355,410	311,792
Debtors	20	1,286,389	1,188,761
Cash at bank and in hand	21	3,852,961	3,289,219
		<u>5,494,760</u>	<u>4,789,772</u>
Creditors: Amounts falling due within one year	22	<u>(1,266,592)</u>	<u>(1,072,400)</u>
Net current assets		<u>4,228,168</u>	<u>3,717,372</u>
Total assets less current liabilities		9,076,475	8,813,184
Creditors: Amounts falling due after more than one year	22	(234,714)	(277,117)
Provisions for liabilities	23	<u>(403,488)</u>	<u>(327,573)</u>
Net assets		<u>8,438,273</u>	<u>8,208,494</u>
Capital and reserves			
Called up share capital	25	4,500	3,201
Revaluation reserve	26	407,330	436,020
Other reserves	26	(1,284)	-
Profit and loss account	26	<u>8,027,727</u>	<u>7,769,273</u>
Equity attributable to owners of the company		<u>8,438,273</u>	<u>8,208,494</u>
Total equity		<u>8,438,273</u>	<u>8,208,494</u>

Approved and authorised by the Board on 20 September 2022 and signed on its behalf by:

Mr CJ Perry
DirectorThe notes on pages [16](#) to [41](#) form an integral part of these financial statements.
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Perrys Holdings Limited**(Registration number: 05997102)****Parent Balance Sheet as at 31 December 2021**

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	14	2,896,238	1,879,697
Investment property	15	-	1,100,000
Investments	16	4,499	3,200
		<u>2,900,737</u>	<u>2,982,897</u>
Current assets			
Debtors	20	176,916	165,033
Cash at bank and in hand	21	2,115,208	2,309,346
		<u>2,292,124</u>	<u>2,474,379</u>
Creditors: Amounts falling due within one year	22	<u>(45,464)</u>	<u>(43,130)</u>
Net current assets		<u>2,246,660</u>	<u>2,431,249</u>
Total assets less current liabilities		5,147,397	5,414,146
Provisions for liabilities	23	<u>(119,538)</u>	<u>(90,848)</u>
Net assets		<u>5,027,859</u>	<u>5,323,298</u>
Capital and reserves			
Called up share capital	25	4,500	3,201
Revaluation reserve		407,330	-
Profit and loss account		<u>4,616,029</u>	<u>5,320,097</u>
Total equity		<u>5,027,859</u>	<u>5,323,298</u>

The company made a loss after tax for the financial year of £7,378 (2020 - loss of £6,334).

Approved and authorised by the Board on 20 September 2022 and signed on its behalf by:

Mr CJ Perry
Director

The notes on pages [16](#) to [41](#) form an integral part of these financial statements.
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Perrys Holdings Limited

Consolidated Statement of Changes in Equity for the Year Ended 31 December 2021
Equity attributable to the parent company

	Share capital	Revaluation reserve	Merger reserve	Profit and loss account	Total
	£	£	£	£	£
At 1 January 2021	3,201	436,020	-	7,769,273	8,208,494
Profit for the year	-	-	-	519,124	519,124
Other comprehensive income	-	(28,690)	-	-	(28,690)
Total comprehensive income	-	(28,690)	-	519,124	490,434
Dividends	-	-	-	(260,670)	(260,670)
New share capital subscribed	1,299	-	-	-	1,299
Merger adjustment, decrease in equity	-	-	(1,284)	-	(1,284)
At 31 December 2021	4,500	407,330	(1,284)	8,027,727	8,438,273

	Share capital	Revaluation reserve	Profit and loss account	Total
	£	£	£	£
At 1 January 2020	3,200	-	8,503,689	8,506,889
Merger accounting adjustment	-	436,020	(436,020)	-
At 1 January 2020 (As restated)	3,200	436,020	8,067,669	8,506,889
Loss for the year	-	-	(83,670)	(83,670)
Total comprehensive income	-	-	(83,670)	(83,670)
Dividends	-	-	(214,726)	(214,726)
New share capital subscribed	1	-	-	1
At 31 December 2020	3,201	436,020	7,769,273	8,208,494

The notes on pages [16](#) to [41](#) form an integral part of these financial statements.

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Perrys Holdings Limited**Parent Statement of Changes in Equity for the Year Ended 31 December 2021**

	Share capital	Revaluation reserve	Profit and loss account	Total
	£	£	£	£
At 1 January 2021	3,201	-	5,320,097	5,323,298
Loss for the year	-	-	(7,378)	(7,378)
Other comprehensive income	-	(28,690)	-	(28,690)
	<hr/>	<hr/>	<hr/>	<hr/>
Total comprehensive income	-	(28,690)	(7,378)	(36,068)
Dividends	-	-	(260,670)	(260,670)
New share capital subscribed	1,299	-	-	1,299
Transfers	-	436,020	(436,020)	-
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2021	<u>4,500</u>	<u>407,330</u>	<u>4,616,029</u>	<u>5,027,859</u>

	Share capital	Profit and loss account	Total
	£	£	£
At 1 January 2020	3,200	5,541,157	5,544,357
Loss for the year	-	(6,334)	(6,334)
	<hr/>	<hr/>	<hr/>
Total comprehensive income	-	(6,334)	(6,334)
Dividends	-	(214,726)	(214,726)
New share capital subscribed	1	-	1
	<hr/>	<hr/>	<hr/>
At 31 December 2020	<u>3,201</u>	<u>5,320,097</u>	<u>5,323,298</u>

The notes on pages [16](#) to [41](#) form an integral part of these financial statements.

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Perrys Holdings Limited

Consolidated Statement of Cash Flows for the Year Ended 31 December 2021

	Note	2021 £	2020 £
Cash flows from operating activities			
Profit/(loss) for the year		519,124	(83,670)
Adjustments to cash flows from non-cash items			
Depreciation and amortisation	5	417,631	469,059
Profit on disposal of tangible assets		(7,029)	(10,150)
Profit from disposals of investments		(12,983)	(22,118)
Finance income	7	878	(8,516)
Finance costs	8	18,463	8,889
Income tax expense	12	213,448	39,159
Merger reserve		(1,284)	-
		<u>1,148,248</u>	<u>392,653</u>
Working capital adjustments			
(Increase)/decrease in stocks	19	(43,618)	91,908
(Increase)/decrease in trade debtors	20	(155,592)	105,396
Increase in trade creditors	22	146,228	85,022
		<u>1,095,266</u>	<u>674,979</u>
Cash generated from operations			
Income taxes received/(paid)		40,153	(6,279)
		<u>1,135,419</u>	<u>668,700</u>
Net cash flow from operating activities			
Cash flows from investing activities			
Interest received		(878)	8,516
Acquisitions of tangible assets		(161,393)	(106,052)
Proceeds from sale of tangible assets		11,279	19,023
		<u>(150,992)</u>	<u>(78,513)</u>
Net cash flows from investing activities			
Cash flows from financing activities			
Interest paid	8	(18,463)	(8,889)
Proceeds from issue of ordinary shares, net of issue costs		1,299	1
Net payments/advances to finance lease creditors		(142,851)	271,761
Dividends paid		(260,670)	(214,726)
		<u>(420,685)</u>	<u>48,147</u>
Net cash flows from financing activities			
Net increase in cash and cash equivalents		563,742	638,334
Cash and cash equivalents at 1 January		3,289,219	2,650,885
Cash and cash equivalents at 31 December		<u>3,852,961</u>	<u>3,289,219</u>

The notes on pages [16](#) to [41](#) form an integral part of these financial statements.

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Perrys Holdings Limited

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

1 General information

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

The address of its registered office is:

Perrys Recycling Limited
Rimpton Road
Marston Magna
Yeovil
Somerset
BA22 8DL

These financial statements were authorised for issue by the Board on 20 September 2022.

2 Accounting policies

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', and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention modified to include the revaluation of certain fixed assets, except that as disclosed in the accounting policies certain items are shown at fair value.

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.

Perrys Holdings Limited

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

Group reconstruction

Shares were issued on 31 December 2021 to effect a group reconstruction of Perrys Holdings Limited. Under the group reconstruction, Perrys Holdings Limited acquired the entire issued share capital of Evergreen Facilities Management (UK) Ltd, in exchange for shares in Perrys Holdings Limited in the same proportion to the existing shareholdings in Evergreen Facilities Management (UK) Limited.

The results of these transactions is a merger of all entities previously under common control with the same ultimate controlling party and the equity interests of the owners remaining the same.

The group reconstruction has been accounted for using merger accounting with the consolidated results and cash flows of the entities being included from the start of the financial period and all comparative information has been restated as if the group had always existed in its current form.

The directors consider that the group reconstruction met the requirements for merger accounting and in adopting this approach correctly disclosed the substance of the transaction. As such, true and fair override has been enacted in accordance with FRS 102 to presenting these financial statements using merger accounting.

Where merger accounting has been used, the acquired entities' assets and liabilities are not adjusted to fair value so no new goodwill arises and the entities' assets and liabilities are brought in at the amounts at which the entities recorded them in their books before the combination.

The differences between the nominal value of the shares issued plus the fair value of any other consideration given and the nominal value of the shares received in exchange is shown as a movement in other reserves.

Any existing balances on share premium account of the new subsidiary are brought in against other reserves. These movements are shown in the statement of changes in equity.

Any merger expenses are not shown against other reserves but are charged to the combined entities' profit and loss account in the consolidation.

Under merger accounting, the combined entities' results and financial positions are shown in the consolidated financial statements as if they had always been combined and the comparative numbers in the consolidation reflect this. This presentation is considered appropriate and there has been no change in the substance of the shareholders investment.

The ultimate shareholders of the parent and its subsidiaries remains the same and their rights relative to each other are unchanged. No minority's interest in the net assets of the group is altered by the transfer of shareholdings and reconstruction of the group.

Basis of consolidation

The consolidated financial statements consolidate the financial statements of the company and its subsidiary undertakings drawn up to 31 December 2021.

No Profit and Loss Account is presented for the company as permitted by section 408 of the Companies Act 2006. The company made a loss after tax for the financial year of £7,378 (2020 - loss of £6,334).

Perrys Holdings Limited

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

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.

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

The worldwide Covid-19 pandemic continued to impact upon the company's trading activity during the year and continues to be a threat post year end. However, the directors are confident the business through the bank reserves of the group and the current level of trading has adequate reserves and accordingly continues to prepare its financial statements on a going concern basis.

Perrys Holdings Limited

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

Key sources of estimation uncertainty

In the application of the company'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 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 estimates and assumptions which are considered to have a significant risk of causing a material adjustment to the carrying amount of the parent company's assets and liabilities arise in respect of the valuation of the investment property, which during the year was reclassified as land and buildings as its deemed cost in accordance with FRS102, upon the property becoming owner occupied following the acquisition of Evergreen Facilities Management (UK) Limited during the year. Management are of the opinion that the fair value applied upon reclassification to land and buildings and the investment property value at 31 December 2020 requires no fair value adjustment. The carrying amount is £1,100,000 (2020 - £1,100,000).

Revenue recognition

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

The Group recognises revenue when all of the following conditions are satisfied:

- the amount of revenue can be reliably measured;
- all of the significant risks and rewards of ownership have been transferred to the customer;
- the entity retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the costs incurred or to be incurred in respect of the transaction can be measured reliably;
- 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.

Government grants

Government grants are accrued on a systematic basis over the period that the related costs have been recognised. Where the costs have already been incurred then government grants are credited to the profit and loss account in full.

Finance income and costs policy

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

Foreign currency transactions and balances

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

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

Perrys Holdings Limited**Notes to the Financial Statements for the Year Ended 31 December 2021****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 group operates and generates taxable income.

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, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used.

Business combinations

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

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the Group's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

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

Asset class	Amortisation method and rate
Goodwill	10 years

Intangible assets

Subsidy entitlement rights, in connection with gaining entitlement rights for income support from the land owned, are held at fair value. The income received from the rights is recognised in other income when the proceeds are received or receivable.

Perrys Holdings Limited**Notes to the Financial Statements for the Year Ended 31 December 2021****Tangible assets**

Tangible assets are stated in the Parent Balance Sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Freehold property	2% - 10% straight line
Improvements to property	10% straight line
Plant and machinery	15% reducing balance
Fixtures, fittings and equipment	15% reducing balance or 25% straight line
Motor vehicles and trailers	20% reducing balance

Freehold land held within freehold property is not depreciated.

Investment property

Investment property is carried at fair value, derived from the current market prices for comparable real estate determined annually by the director. Changes in fair value are recognised in profit or loss.

Investment in associate

Investments in associates are measured at fair value with the original cost of the investment uplifted by the share of distributable reserves due to the company through the profit or loss account.

Investments

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

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

Stocks

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

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

Perrys Holdings Limited

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

Debtors

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

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

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.

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 group 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.

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 Parent 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.

Perrys Holdings Limited**Notes to the Financial Statements for the Year Ended 31 December 2021****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.

Dividends

Dividend distribution to the group's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

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.

Financial instruments**Classification**

Financial instruments are classified and accounted for according to the substance of the contractual arrangement, as financial assets or financial liabilities.

Recognition and measurement

Financial assets are measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and the best estimate, which is an approximation, of the amount that the company would receive for the asset if it were to be sold at the reporting date.

Impairment

Financial instruments are assessed for impairment at the end of each reporting period with an impairment loss being recognised in the profit or loss.

3 Turnover

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

	2021	2020
	£	£
Sale of goods	5,392,404	3,868,170
Rendering of services	2,330,756	2,183,905
	<u>7,723,160</u>	<u>6,052,075</u>

Perrys Holdings Limited**Notes to the Financial Statements for the Year Ended 31 December 2021****4 Other operating income**

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

	2021	2020
	£	£
Government grants	47,754	114,068
Rent receivable	30,000	45,008
Other operating income	<u>13,363</u>	<u>11,155</u>
	<u>91,117</u>	<u>170,231</u>

5 Operating profit/(loss)

Arrived at after charging/(crediting)

	2021	2020
	£	£
Depreciation expense	417,631	469,059
Operating lease expense - plant and machinery and motor vehicles	45,347	32,365
Gain on disposal of property, plant and equipment	<u>(7,029)</u>	<u>(10,150)</u>

6 Government grants

The furlough grant is accrued on a systematic basis over the period that the related costs have been recognised. Where the costs have already been incurred then government grants are credited to the profit and loss account in full.

The amount of grants recognised in the financial statements was £47,754 (2020 - £114,068).

There are no unfulfilled conditions attached to the grant income.

7 Other interest receivable and similar income

	2021	2020
	£	£
Interest income on bank deposits	(1,604)	8,516
Other finance income	<u>726</u>	<u>-</u>
	<u>(878)</u>	<u>8,516</u>

Perrys Holdings Limited**Notes to the Financial Statements for the Year Ended 31 December 2021****8 Interest payable and similar expenses**

	2021	2020
	£	£
Interest on obligations under finance leases and hire purchase contracts	18,461	8,889
Other interest	2	-
Foreign exchange gains/(losses)	10,382	(6,003)
	<u>28,845</u>	<u>2,886</u>

9 Staff costs

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

	2021	2020
	£	£
Wages and salaries	1,866,013	1,842,623
Social security costs	173,220	154,775
Pension costs, defined contribution scheme	224,156	174,433
Other employee expense	13,226	9,735
	<u>2,276,615</u>	<u>2,181,566</u>

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

	2021	2020
	No.	No.
Office	17	19
Drivers, maintenance and warehouse	48	54
Directors	4	4
	<u>69</u>	<u>77</u>

Perrys Holdings Limited**Notes to the Financial Statements for the Year Ended 31 December 2021****10 Directors' remuneration**

The directors' remuneration for the year was as follows:

	2021	2020
	£	£
Remuneration	91,496	101,582
Directors' pension contributions to money purchase schemes	181,233	137,499
	<u>272,729</u>	<u>239,081</u>

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

	2021	2020
	No.	No.
Accruing benefits under money purchase pension scheme	<u>4</u>	<u>4</u>

In respect of the highest paid director:

	2021	2020
	£	£
Remuneration	17,025	21,943
Company contributions to money purchase pension schemes	60,000	45,399
	<u>77,025</u>	<u>67,342</u>

11 Auditors' remuneration

	2021	2020
	£	£
Audit of these financial statements	4,575	4,160
Audit of the subsidiary financial statements	11,135	10,125
	<u>15,710</u>	<u>14,285</u>

Other fees to auditors

Taxation compliance services	2,950	2,515
All other assurance services	18,346	13,631
	<u>21,296</u>	<u>16,146</u>

Perrys Holdings Limited**Notes to the Financial Statements for the Year Ended 31 December 2021****12 Taxation**

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

	2021	2020
	£	£
Current taxation		
UK corporation tax	168,851	33,629
UK corporation tax adjustment to prior periods	<u>(2,628)</u>	<u>(2)</u>
	<u>166,223</u>	<u>33,627</u>
Deferred taxation		
Arising from origination and reversal of timing differences	47,225	(16,546)
Arising from changes in tax rates and laws	<u>-</u>	<u>22,078</u>
Total deferred taxation	<u>47,225</u>	<u>5,532</u>
Tax expense in the profit and loss	<u>213,448</u>	<u>39,159</u>

The tax on profit before tax for the year is the same as the standard rate of corporation tax in the UK (2020 - the same as the standard rate of corporation tax in the UK) of 19% (2020 - 19%).

The differences are reconciled below:

	2021	2020
	£	£
Profit/(loss) before tax	<u>732,572</u>	<u>(44,511)</u>
Corporation tax at standard rate	139,189	(8,457)
Effect of revenues exempt from taxation	(2,467)	(4,202)
Effect of expense not deductible in determining taxable profit (tax loss)	532	281
Decrease in UK and foreign current tax from unrecognised temporary difference from a prior period	(3,714)	(1,944)
Deferred tax expense from unrecognised temporary difference from a prior period	-	37,624
Tax increase from effect of capital allowances and depreciation	<u>79,908</u>	<u>15,857</u>
Total tax charge	<u>213,448</u>	<u>39,159</u>

On 3 March 2021, the Chancellor of the Exchequer announced that the main rate of corporation tax in the United Kingdom will rise to 25% with effect from 1 April 2023 for companies earning annual taxable profits in excess of £250,000. Companies earning annual taxable profits of £50,000 or less will continue to pay corporation tax at 19% with a marginal rate adjustment for companies earning annual taxable profits between the two levels.

Perrys Holdings Limited**Notes to the Financial Statements for the Year Ended 31 December 2021****Deferred tax****Group**

Deferred tax assets and liabilities

2021Accelerated capital allowances
Other short term timing differences**Liability**
£404,216
(728)

403,488**2020**Accelerated capital allowances
Other short term timing differences**Liability**
£328,579
(1,006)

327,573**Company**

Deferred tax assets and liabilities

2021

Accelerated capital allowances

Liability
£119,538

2020

Accelerated capital allowances

Liability
£90,848

Perrys Holdings Limited

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

13 Intangible assets

Group

	Goodwill £	Subsidiy entitlement rights £	Total £
Cost or valuation			
At 1 January 2021	178,468	22,050	200,518
At 31 December 2021	178,468	22,050	200,518
Amortisation			
At 1 January 2021	178,468	-	178,468
At 31 December 2021	178,468	-	178,468
Carrying amount			
At 31 December 2021	-	22,050	22,050
At 31 December 2020	-	22,050	22,050

Intangible assets carried at revalued amounts

Subsidiy entitlement rights, purchased in 2007, are in connection with gaining entitlement rights for income support from the land owned. They are held at fair value subject to a review by the directors at each year end. At 31 December 2021 they have been valued at £22,050 (2020 - £22,050). The valuation is based on the expectation that the income support will continue to be received and the amount expected to be received each year. Had the rights been carried using the cost model the carrying amount would be £Nil (2020 - £Nil).

Perrys Holdings Limited

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

14 Tangible assets

Group

	Freehold property £	Plant and machinery £	Fixtures, fittings and equipment £	Motor vehicles and trailers £	Total £
Cost					
At 1 January 2021	5,205,573	6,617,023	209,662	3,030,705	15,062,963
Additions	2,194	15,372	47,417	96,410	161,393
Disposals	-	(25,545)	-	(83,351)	(108,896)
At 31 December 2021	<u>5,207,767</u>	<u>6,606,850</u>	<u>257,079</u>	<u>3,043,764</u>	<u>15,115,460</u>
Depreciation					
At 1 January 2021	2,183,246	5,301,494	192,824	2,434,294	10,111,858
Charge for the year	83,509	197,199	9,497	127,426	417,631
Eliminated on disposal	-	(22,098)	-	(82,548)	(104,646)
At 31 December 2021	<u>2,266,755</u>	<u>5,476,595</u>	<u>202,321</u>	<u>2,479,172</u>	<u>10,424,843</u>
Carrying amount					
At 31 December 2021	<u>2,941,012</u>	<u>1,130,255</u>	<u>54,758</u>	<u>564,592</u>	<u>4,690,617</u>
At 31 December 2020	<u>3,022,327</u>	<u>1,315,529</u>	<u>16,838</u>	<u>596,411</u>	<u>4,951,105</u>

Included within the net book value of freehold property above is £2,941,012 (2020 - £3,022,327) in respect of freehold land and buildings.

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:

	2021 £	2020 £
Motor vehicles and trailers	81,736	187,413
Plant and machinery	170,186	298,240
	<u>251,922</u>	<u>485,653</u>

Restriction on title and pledged as security

Motor vehicles and trailers with a carrying amount of £81,736 (2020 - £187,413) has been pledged as security for finance lease and hire purchase liabilities.

Plant and machinery with a carrying amount of £170,186 (2020 - £298,240) has been pledged as security for finance lease and hire purchase liabilities.

Perrys Holdings Limited

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

Company

	Land and buildings £	Total £
Cost		
At 1 January 2021	3,998,957	3,998,957
Transfers to/from investment property	<u>1,100,000</u>	<u>1,100,000</u>
At 31 December 2021	<u>5,098,957</u>	<u>5,098,957</u>
Depreciation		
At 1 January 2021	2,119,260	2,119,260
Charge for the year	<u>83,459</u>	<u>83,459</u>
At 31 December 2021	<u>2,202,719</u>	<u>2,202,719</u>
Carrying amount		
At 31 December 2021	<u>2,896,238</u>	<u>2,896,238</u>
At 31 December 2020	<u>1,879,697</u>	<u>1,879,697</u>

Included within the net book value of land and buildings above is £2,896,238 (2020 - £1,879,697) in respect of freehold land and buildings.

During the year Evergreen Facilities Management (UK) Limited, the company leasing the investment property, was acquired by the company and in accordance with FRS102 the fair value of the investment property has been reclassified as land and buildings as its deemed cost.

15 Investment properties

Company

	2021 £
As at 1 January 2021	1,100,000
Transfers to and from property, plant and equipment	<u>(1,100,000)</u>
As at 31 December 2021	<u>-</u>

During the year Evergreen Facilities Management (UK) Limited, the company leasing the investment property, was acquired by the company and in accordance with FRS102 the fair value of the investment property has been reclassified as land and buildings as its deemed cost.

The company investment property was valued by the directors on reclassification to land and buildings and at 31 December 2020 in accordance with a valuation report, based on market value, by Greenslade Taylor Hunt at 7 July 2019. Had this class of asset been measured on a historical cost basis, the carrying amount at 31 December 2020 would have been £573,132.

Perrys Holdings Limited**Notes to the Financial Statements for the Year Ended 31 December 2021****16 Investments****Group**

	2021	2020
	£	£
Investments in associates	<u>130,640</u>	<u>117,657</u>
Associates		£
Fair value		
At 1 January 2021		117,657
Share of associate profit		<u>12,983</u>
At 31 December 2021		<u>130,640</u>
Carrying amount		
At 31 December 2021		<u><u>130,640</u></u>
At 31 December 2020		<u><u>117,657</u></u>

Details of group undertakings

The group has a shareholding of 20% of the ordinary shares in the Shredding Alliance Holdings Limited (2020 - 20%). The principal activity of the company is the collection of non-hazardous waste. The company has a period end of the 31 March and its registered office is 842 Garstang Road, Barton, Preston, England, PR3 5AA.

Company

	2021	2020
	£	£
Investments in subsidiaries	<u>4,499</u>	<u>3,200</u>
Subsidiaries		£
Cost		
At 1 January 2021		3,200
Additions		<u>1,299</u>
At 31 December 2021		<u>4,499</u>
Carrying amount		
At 31 December 2021		<u><u>4,499</u></u>
At 31 December 2020		<u><u>3,200</u></u>

Perrys Holdings Limited**Notes to the Financial Statements for the Year Ended 31 December 2021****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	
			2021	2020

Subsidiary undertakings

Perrys Recycling Limited	Rimpton Road, Marston Magna, Yeovil, Somerset, BA22 8DL	Ordinary	100%	100%
Evergreen Facilities Management (UK) Ltd	Unit 112 Burcott Road, Avonmouth, Bristol, Avon, BS11 8AF	Ordinary	100%	0%

Subsidiary undertakings

~~Perrys Recycling Limited~~ Perrys Recycling Limited is collection and sale of all recyclable materials.

~~Evergreen Facilities Management (UK) Ltd~~ Evergreen Facilities Management (UK) Ltd is recovery of sorted materials.

For the year ending 31 December 2021 the subsidiary Evergreen Facilities Management (UK) Ltd was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

17 Business combinations

Group reconstruction

The names of the combining entities in the group reconstruction are Perrys Holdings Limited and Evergreen Facilities Management (UK) Ltd. The combination was accounted for as a merger. The date of the combination was 31 December 2021. The adjustment made to the consolidation reserves was £- in respect of the consideration for the acquisition.

The controlling party of this undertaking is Perrys Holdings Limited.

Perrys Holdings Limited

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

18 Fixed asset investments

Group

	Investments £	Total £
Cost		
At 1 January 2021	5,000	5,000
At 31 December 2021	5,000	5,000
Carrying amount		
At 31 December 2021	5,000	5,000
At 31 December 2020	5,000	5,000

19 Stocks

	Group	
	2021 £	2020 £
Finished goods and goods for resale	355,410	311,792

Group

Impairment of inventories

The amount of impairment loss included in profit or loss is £15,795 (2020 - £8,906). The impairment loss is included in purchases.

20 Debtors

	Group		Company	
	2021 £	2020 £	2021 £	2020 £
Trade debtors	1,041,377	964,926	-	-
Amounts owed by related parties	67,713	26,421	175,337	161,221
Other debtors	26,104	10,967	-	-
Prepayments and accrued income	151,195	128,483	1,579	3,812
Corporation tax asset	-	57,964	-	-
	<u>1,286,389</u>	<u>1,188,761</u>	<u>176,916</u>	<u>165,033</u>

Perrys Holdings Limited

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

21 Cash and cash equivalents

	Group		Company	
	2021 £	2020 £	2021 £	2020 £
Cash on hand	330	453	-	-
Cash at bank	3,852,631	3,288,766	2,115,208	2,309,346
	<u>3,852,961</u>	<u>3,289,219</u>	<u>2,115,208</u>	<u>2,309,346</u>

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22 Creditors

	Note	Group		Company	
		2021 £	2020 £	2021 £	2020 £
Due within one year					
Loans and borrowings	27	86,265	186,713	-	-
Trade creditors		460,150	337,244	-	-
Amounts due to related parties		50,000	1,683	-	2,012
Social security and other taxes		254,130	327,873	15,193	3,305
Outstanding defined contribution pension costs		8,279	6,826	369	369
Other creditors		12,978	13,398	7,329	8,474
Other creditors, accruals & deferred income		225,939	178,224	4,179	8,531
Corporation tax liability		168,851	20,439	18,394	20,439
		<u>1,266,592</u>	<u>1,072,400</u>	<u>45,464</u>	<u>43,130</u>
Due after one year					
Loans and borrowings	27	234,714	277,117	-	-

Perrys Holdings Limited**Notes to the Financial Statements for the Year Ended 31 December 2021****23 Deferred tax and other provisions****Group**

	Deferred tax £	Total £
At 1 January 2021	327,573	327,573
Increase in existing provisions	<u>75,915</u>	<u>75,915</u>
At 31 December 2021	<u>403,488</u>	<u>403,488</u>

The group deferred tax liability has arisen due to differences between the net book value and tax written down value of assets on the group balance sheet. The provision is not expected to reverse significantly in the next twelve months although this is subject to estimation uncertainty.

Company

	Deferred tax £	Total £
At 1 January 2021	90,848	90,848
Increase in existing provisions	<u>28,690</u>	<u>28,690</u>
At 31 December 2021	<u>119,538</u>	<u>119,538</u>

The company deferred tax liability has arisen upon the fair value uplift of the investment property, which was reclassified during the year to freehold land and buildings. The provision is not expected to reverse significantly in the next twelve months although this is subject to estimation uncertainty.

24 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 £224,156 (2020 - £174,433).

Contributions totalling £8,279 (2020 - £6,826) were payable to the scheme at the end of the year and are included in creditors.

Perrys Holdings Limited**Notes to the Financial Statements for the Year Ended 31 December 2021****25 Share capital****Allotted, called up and fully paid shares**

	2021		2020	
	No.	£	No.	£
Ordinary shares of £1 each	4,500	4,500	3,201	3,201

New shares allotted

During the year 1,299 Ordinary shares having an aggregate nominal value of £1 was allotted for an aggregate consideration of £1,299.

Rights, preferences and restrictions

Ordinary shares have the following rights, preferences and restrictions:

Each share is entitled to one vote in any circumstances and each share is also entitled pari passu to dividend payments or any other distribution, including a distribution arising from a winding up of the company.

26 Reserves**Group****Merger reserve**

Arising on consolidation under merger accounting, this reserve represents the difference between the par value of shares issued plus the fair value of any consideration given and the nominal value of shares received in exchange net of any share premium reserves in subsidiaries.

Group and company**Revaluation reserve**

This has arisen following the reclassification of an investment property as land and buildings at its fair value in accordance with FRS102.

The changes to each component of equity resulting from items of other comprehensive income for the current year were as follows:

	Revaluation reserve	Total
	£	£
Surplus/deficit on property, plant and equipment revaluation	(28,690)	(28,690)

Perrys Holdings Limited

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

27 Loans and borrowings

	Group		Company	
	2021	2020	2021	2020
	£	£	£	£
Non-current loans and borrowings				
Net obligations under finance lease and hire purchase contracts	234,714	277,117	-	-
Current loans and borrowings				
Net obligations under finance lease and hire purchase contracts	86,265	186,713	-	-

Group

Other borrowings

Net obligations under finance lease and hire purchase contracts are denominated in Sterling with a nominal interest rate of 3.7% - 3.9%, and the final instalment is due on 17 February 2025. The carrying amount at year end is £320,979 (2020 - £463,830).

Loans are secured over the asset to which they relate.

28 Obligations under leases and hire purchase contracts

Group

Hire purchases

The group has entered into hire purchase agreements. The loans in respect of the hire purchase agreements are secured against the assets to which they relate.

The total of future minimum lease payments is as follows:

	2021	2020
	£	£
Not later than one year	96,655	207,718
Later than one year and not later than five years	250,911	299,508
	<u>347,566</u>	<u>507,226</u>

Perrys Holdings Limited

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

Operating leases

The total of future minimum lease payments is as follows:

	2021	2020
	£	£
Not later than one year	6,366	6,800
Later than one year and not later than five years	5,836	12,202
	<u>12,202</u>	<u>19,002</u>

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The amount of non-cancellable operating lease payments recognised as an expense during the year was £45,347 (2020 - £32,365).

29 Dividends

	2021	2020
	£	£
Interim dividend of £81 (2020 - £67) per ordinary share	260,670	214,726

30 Analysis of changes in net debt**Group**

	At 1 January 2021 £	Financing cash flows £	At 31 December 2021 £
Cash and cash equivalents			
Cash	3,289,219	563,742	3,852,961
Borrowings			
Lease liabilities	463,830	(142,851)	320,979
	<u>3,753,049</u>	<u>420,891</u>	<u>4,173,940</u>

Company

	At 1 January 2021 £	Financing cash flows £	At 31 December 2021 £
Cash and cash equivalents			
Cash	2,309,346	(194,138)	2,115,208
	<u>2,309,346</u>	<u>(194,138)</u>	<u>2,115,208</u>

Perrys Holdings Limited

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

31 Related party transactions

Group and company

Transactions with directors

	At 1 January 2021 £	Advances to directors £	Repayments by director £	At 31 December 2021 £
2021				
During the year interest free loans were advanced which are repayable on demand	337	56,246	(50,670)	5,913

	At 1 January 2020 £	Advances to directors £	At 31 December 2020 £
2020			
During the year interest free loans were advanced which are repayable on demand	-	337	337

Group

Summary of transactions with all associates

During the year the group provided an associate company a loan which is interest free.

Loans to related parties

	Associates £	Total £
2021		
At start of period	26,100	26,100
Repaid	(14,300)	(14,300)
At end of period	11,800	11,800
2020		
At start of period	29,400	29,400
Repaid	(3,300)	(3,300)
At end of period	26,100	26,100

Perrys Holdings Limited

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

Company

Summary of transactions with other related parties

During the year a subsidiary paid rent to the company for use of their property.

Income and receivables from related parties

	Other related parties £
2021	
Leases	20,233
	<hr/>
	Other related parties £
2020	
Leases	20,000
	<hr/> <hr/>

32 Financial instruments

Group

Categorisation of financial instruments

	2021 £	2020 £
Financial assets that are debt instruments measured at amortised cost	1,059,090	991,347
Financial liabilities measured at amortised cost	781,129	802,757

Company

Categorisation of financial instruments

	2021 £	2020 £
Financial assets that are debt instruments measured at amortised cost	175,337	161,221
Financial liabilities measured at amortised cost	-	9,341