

IWR TRADING LIMITED
REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

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FOR THE YEAR ENDED 31 DECEMBER 2023**

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IWR TRADING LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2023**

DIRECTORS:

**A J Barry
P Taylor
G N Felton
S M Smart
I E Whitlam
G M Deegan
S C Futcher
M H Smith
Ms L Buckman
S Duddy
S M Oates
I M Farnbank
P G Vail
J D Woodhams**

SECRETARY:

I E Whitlam

REGISTERED OFFICE:

**The Railway Station
Havenstreet
Isle of Wight
PO33 4DS**

REGISTERED NUMBER:

02769446 (England and Wales)

AUDITORS:

**Bright Brown Limited
Chartered Accountants
Statutory Auditor
Exchange House
St. Cross Lane
Newport
Isle of Wight
PO30 5BZ**

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2023**

The directors present their report with the financial statements of the company for the year ended 31 December 2023.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2023 to the date of this report.

A J Barry
P Taylor
G N Felton
S M Smart
I E Whitlam
G M Deegan
S C Futcher
M H Smith
Ms L Buckman
S Duddy
S M Oates
I M Farnbank
P G Vail

Other changes in directors holding office are as follows:

M O Morgan-Huws - resigned 11 December 2023
S J Castle - resigned 17 June 2023
J D Woodhams - appointed 17 June 2023

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors 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 then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

IWR TRADING LIMITED (REGISTERED NUMBER: 02769446)

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2023**

AUDITORS

The auditors, **Bright Brown Limited**, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

.....
P Taylor - Director

Date:

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF IWR TRADING LIMITED

Opinion

We have audited the financial statements of IWR Trading Limited (the 'company') for the year ended 31 December 2023 which comprise the Income Statement, Balance Sheet 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 2023 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are 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 in the Report of the Directors, but does not include the financial statements and our Report of the Auditors 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 this gives rise to a material misstatement in the financial statements themselves. 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.

Opinions on other matters 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 Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Directors has been prepared in accordance with applicable legal requirements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
IWR TRADING LIMITED**

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Directors.

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, or returns adequate for our audit have not been received from branches not visited by us; or**
- **the 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; or**
- **the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.**

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page two, 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 necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditors' 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 a Report of the Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the company, the principal risks are that of management override of controls and potential fraud in revenue recognition. The engagement team considered these risks and audit procedures were undertaken as follows:

- A review of journals made in preparing the final results for preparation of the accounts, and a review of accounting estimates made by management.**
- A review of transactions and records to ensure there are no transactions that have no apparent commercial purpose or that are processed outside the usual accounting systems.**
- Extension of the sample sizes for audit testing carried out in relation to income, and consideration and testing of systems in place around this income.**
- Discussions with management regarding the ability to override controls and review of processes in place to confirm no override had occurred**
- Discussions with management, including consideration of any known or suspected instances of non-compliance with laws and regulations or fraud.**

There are inherent limitations in the audit procedures described above, and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error as fraud may involve deliberate concealment or intentional misrepresentations.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
IWR TRADING LIMITED**

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 a Report of the Auditors 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.

**Gavin Kelly, ACA (Senior Statutory Auditor)
for and on behalf of Bright Brown Limited
Chartered Accountants
Statutory Auditor
Exchange House
St. Cross Lane
Newport
Isle of Wight
PO30 5BZ**

Date:

**INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2023**

	Notes	2023 £	2022 £
TURNOVER		747,703	685,152
Cost of sales		520,036	490,808
GROSS PROFIT		227,667	194,344
Administrative expenses		130,288	101,595
OPERATING PROFIT	4	97,379	92,749
Interest receivable and similar income		1,176	88
PROFIT BEFORE TAXATION		98,555	92,837
Tax on profit		-	-
PROFIT FOR THE FINANCIAL YEAR		98,555	92,837

The notes form part of these financial statements

BALANCE SHEET
31 DECEMBER 2023

	Notes	2023		2022	
		£	£	£	£
FIXED ASSETS					
Tangible assets	5		42,704		42,170
CURRENT ASSETS					
Stocks		91,574		91,099	
Debtors	6	17,915		18,467	
Cash at bank and in hand		95,020		72,646	
		<u>204,509</u>		<u>182,212</u>	
CREDITORS					
Amounts falling due within one year	7	87,802		75,400	
NET CURRENT ASSETS			<u>116,707</u>		<u>106,812</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>159,411</u>		<u>148,982</u>
CAPITAL AND RESERVES					
Called up share capital			50		50
Share premium			9,950		9,950
Retained earnings			149,411		138,982
			<u>159,411</u>		<u>148,982</u>

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

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

.....
P G Vail - Director

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

1. STATUTORY INFORMATION

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

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

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

Plant and machinery etc - 15% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

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

Current or deferred taxation assets and liabilities are not discounted.

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

Pension costs and other post-retirement benefits

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

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was NIL (2022 - 13).

4. OPERATING PROFIT

The operating profit is stated after charging:

	2023	2022
	£	£
Depreciation - owned assets	7,537	7,443
Auditors' remuneration	5,020	3,170
	<u> </u>	<u> </u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

5. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1 January 2023	116,241
Additions	13,501
Disposals	(15,859)
	<u>113,883</u>
DEPRECIATION	
At 1 January 2023	74,071
Charge for year	7,537
Eliminated on disposal	(10,429)
	<u>71,179</u>
NET BOOK VALUE	
At 31 December 2023	<u>42,704</u>
At 31 December 2022	<u>42,170</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade debtors	86	664
Other debtors	17,829	17,803
	<u>17,915</u>	<u>18,467</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade creditors	9,707	11,886
Amounts owed to group undertakings	70,494	57,315
Taxation and social security	790	486
Other creditors	6,811	5,713
	<u>87,802</u>	<u>75,400</u>

8. PARENT COMPANY INFORMATION

IWR Trading Limited is the wholly owned subsidiary of The Isle of Wight Railway Company Limited which draws up consolidated financial statements for the group. The parent company's registered office is the same as IWR Trading Limited's registered office, which can be found on the company information page.

**TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2023**

	2023		2022	
	£	£	£	£
Turnover				
Shop sales	237,270		248,648	
Catering sales	422,718		361,071	
Bar sales	64,225		53,956	
Show sales	15,946		17,319	
Special events	7,544		4,158	
		747,703		685,152
Cost of sales				
Opening stock	91,099		91,248	
Purchases	366,228		363,033	
Wages	142,573		120,433	
Social security	9,213		6,192	
Pensions	2,497		1,001	
	611,610		581,907	
Closing stock	(91,574)		(91,099)	
		520,036		490,808
GROSS PROFIT		227,667		194,344
Other income				
Deposit account interest		1,176		88
		228,843		194,432
Expenditure				
Rent	7,985		7,985	
Insurance	6,928		6,755	
Management charges	41,611		37,260	
Advertising	6,659		3,217	
General manager	12,101		10,013	
Repairs and renewals	21,531		10,114	
Sundry expenses	39		98	
Audit fees	5,020		3,170	
Depreciation of tangible fixed assets	7,537		7,443	
Profit/loss on sale of tangible fixed assets	5,430		928	
		114,841		86,983
Carried forward		114,002		107,449

This page does not form part of the statutory financial statements

**TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2023**

	2023		2022	
	£	£	£	£
Brought forward		114,002		107,449
Finance costs				
Bank charges	2,488		2,909	
Credit card	12,959		11,703	
		15,447		14,612
NET PROFIT		98,555		92,837

This page does not form part of the statutory financial statements