GOING CONCERN

The group's business activities, together with details of its performance during the year and future developments, are set out in the Strategic Report. The group had net assets at 30th June 2021 of £21,639,235 (2020: £12,615,842) and net current liabilities at 30th June 2021 of £4,596,640 (2020: £3,979,774).

The group generated a profit before taxation of £4,668,140 for the year ended 30th June 2020 (2020: £2,645,176) and has continued to operate profitably subsequent to the year end. Owens (Road Services) Limited continues to provide funding to its wholly owned subsidiary company BTS Ltd to meet its working capital requirements and has confirmed that it will continue to provide funding to enable that company to meet its future working capital requirements.

The group also undertook a review of its extensive property portfolio at the year end undertaken by Lambert Smith Hampton details of which are shown in note 24 to the accounts. The net effect of the revaluation was to add £4,531,829 to the revaluation reserve.

After reviewing the group and company's forecasts and projections, including the impact of Covid-19, the directors have a reasonable expectation that the group has adequate resources to continue in operational existence for the foreseeable future.

On this basis the financial statements have been prepared on a going concern basis.

STREAMLINED ENERGY AND CARBON REPORTING

Owens (Road Services) Limited are a 'large unquoted company' under the Streamlined Energy and Carbon Reporting regulations so must report annually on greenhouse gas emissions from Scope 1 and 2 Electricity, Gas and Transport. This is the first reporting year so no emissions from the previous years are available as a comparison.

Methodology

The reporting period is the most recent financial year 01/07/2020 to 30/06/2021. This report has been compiled in line with the March 2019 BEIS 'Environmental Reporting Guideline: Including streamlined energy and carbon reporting guidance', and the EMA methodology for SECR Reporting. All measured emissions from activities which the organisation has financial control over are included as required under The Companies (Directors' Report) and Limited Liability Partnerships (Energy and Carbon Report) Regulations 2018, unless otherwise stated in the the exclusions statement.

The carbon figures have been calculated using the BEIS 2020 carbon conversion factors for all fuels.

UK Carbon Footprint Data 2019-20

Scope	**Description**	**Specific fuels**	**tCO2e**
Scope 1	Combustion of fuel on site and transportation	On site: Natural Gas, Gas Oil, Propane.Transport: Diesel, Electric vehicles	42,779
Scope 2	Purchased energy	Electricity	640
Scope 3	Indirect Emissions	N/A	0
Total		Location based	43,419
Total intensity Ratio	tCO2e / £1m Turnover	Location based	458.49
Energy Usage	Total kWh consumed	Electricity, Natural Gas, LPGI, Red Diesel, Diesel	183,821,144

Emissions Detail by Fuel Type 2020-21

Electricity	1%
Natural Gas	0%
Propane	1%
Gas Oil	1%
Diesel	97%

Year on Year Emissions Changes

- Owens Group's emissions increased from 43,360 tC02e in 2019/20 to 43,419 tCO2e in 2020/21. The emissions increase has been attributed to Owens Group's purchase of two new sites during the last financial year. Additionally, the warehouse and office in Bynea were sparsely used in the previous reporting period - this site is now fully operational.
- Diesel emissions reduced from 42,155 tCO2e to 41,969 tCO2e. Diesel emissions have contributed to make up 97% of Owens Group's emissions reported under SECR.
- Scope 2 electricity consumption increased from 1,538,051 kWh in 2019/20 to 3,013,073 kWh in 2020/21. This was due to two new sites becoming operational, as well as increased activity at Bynea. This resulted in scope 2 emissions increasing from 359 tCO2e to 640 tCO2e.
- Natural gas consumption decreased from 455,127 kWh to 339,693 kWh. This resulted in an emissions decrease associated with natural gas, from 84tCO2e to 62tCO2e.
- Scope 1 Gas Oil emissions have held at 277 tCO2e. Whilst Propane emissions decreased from 487 tCO2e in 2019/20 to 470 tCO2e in 2020/21.

Energy Efficiency Actions taken

- LED's were installed to replace existing lightening systems at the Bridgend Waterton Office, Stradley Business Park Warehouses, Bynea Office, outdoor lighting at Dafen HQ and the Newport Stores and workshop.
- The gas boiler at the Bynea office was replaced with a more modern and efficient boiler.
- 3 electric vehicles were purchased for 2 directors and the group fleet manager.

DISCLOSURE IN THE STRATEGIC REPORT

The group has chosen in accordance with s414C(11) of the Companies Act 2006 to set out in the group's strategic report information required by Schedule 7 of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008 to be contained in the director's report. It has done so in respect of future developments and financial risk management.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Group Strategic Report, 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 the group and of the profit or loss of the group 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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group 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 the group 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 group'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 group's auditors are aware of that information.