

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 JULY 2021**

1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	2021 £	2020 £
Profit before taxation	6,265,365	4,380,421
Depreciation charges	2,201,315	2,458,695
Profit on disposal of fixed assets	(82,298)	(30,654)
Amounts written off investment	-	541,395
Finance costs	300,208	618,278
Finance income	(2,163)	(1,051,406)
	<u>8,682,427</u>	<u>6,916,729</u>
(Increase)/decrease in stocks	(153,682)	478,454
(Increase)/decrease in trade and other debtors	(1,416,713)	1,308,894
Increase in trade and other creditors	<u>1,711,326</u>	<u>1,758,499</u>
Cash generated from operations	<u><u>8,823,358</u></u>	<u><u>10,462,576</u></u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31 July 2021

	31.7.21 £	1.8.20 £
Cash and cash equivalents	<u>9,763,032</u>	<u>8,574,617</u>

Year ended 31 July 2020

	31.7.20 £	1.8.19 £
Cash and cash equivalents	8,574,617	6,017,919
Bank overdrafts	-	(2,359,687)
	<u><u>8,574,617</u></u>	<u><u>3,658,232</u></u>