

Leek Auctions Limited

Directors' Report and Unaudited Financial Statements
for the Year Ended 31 March 2019

Howsons
Chartered Accountants
Winton House
Stoke Road
Stoke on Trent
Staffordshire
ST4 2RW

Leek Auctions Limited

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Leek Auctions Limited

Company Information

Directors G L Watkins
M Elliott
G B Daniel

Company secretary G B Daniel

Registered office Leek Cattle Market
Junction Road
Leek
Staffordshire
ST13 5PY

Accountants Howsons
Chartered Accountants
Winton House
Stoke Road
Stoke on Trent
Staffordshire
ST4 2RW

Leek Auctions Limited
(Registration number: 01245009)
Balance Sheet as at 31 March 2019

	Note	31 March 2019 £	31 March 2018 £
Fixed assets			
Tangible assets	<u>4</u>	65,305	84,201
Current assets			
Debtors	<u>5</u>	711,560	667,570
Cash at bank and in hand		21,169	209,103
		<u>732,729</u>	<u>876,673</u>
Creditors: Amounts falling due within one year	<u>6</u>	<u>(788,921)</u>	<u>(949,911)</u>
Net current liabilities		<u>(56,192)</u>	<u>(73,238)</u>
Total assets less current liabilities		9,113	10,963
Provisions for liabilities		<u>(8,253)</u>	<u>(10,277)</u>
Net assets		<u>860</u>	<u>686</u>
Capital and reserves			
Called up share capital		14	14
Profit and loss account		<u>846</u>	<u>672</u>
Total equity		<u>860</u>	<u>686</u>

For the financial year ending 31 March 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and in accordance with the provisions of Financial Reporting Standard 102 (FRS 102) Section 1A - small entities.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

The notes on pages 4 to 7 form an integral part of these financial statements.
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Leek Auctions Limited

**(Registration number: 01245009)
Balance Sheet as at 31 March 2019**

Approved and authorised by the Board on 29 June 2019 and signed on its behalf by:

.....

M Elliott
Director

The notes on pages 4 to 7 form an integral part of these financial statements.
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Leek Auctions Limited

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

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:

Leek Cattle Market
Junction Road
Leek
Staffordshire
ST13 5PY

2 Accounting policies

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.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - '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 except that as disclosed in the accounting policies certain items are shown at fair value.

The presentational currency used in the Pound Sterling (£). Amounts are rounded to the nearest whole Pound.

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 company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tangible assets

Tangible assets are stated in the statement of financial position 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:

Leek Auctions Limited

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

Asset class	Depreciation method and rate
Leasehold improvements	Depreciated over the term of the leasehold
Plant and machinery	10% straight line basis
Fixtures and fittings	10% straight line basis
Office equipment	25% straight line basis

Financial instruments

Classification

Basic financial assets, including trade and other debtors, cash and bank balances, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Such assets are subsequently carried at amortised cost using the effective interest method.

Basic financial liabilities, including trade and other trade creditors, bank and other loans, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest.

Recognition and measurement

At the end of each reporting period financial assets measured at amortised cost are assessed for objective evidence of impairment. If an asset is impaired the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit and loss.

Impairment

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been had the impairment not previously been recognised in the profit or loss.

Financial assets are derecognised when a) the contractual rights to the cash flows from the asset expire or are settled, or b) substantially all the risks and rewards of the ownership of the asset are transferred to another party or c) control of the asset has been transferred to another party who has the practical ability to unilaterally sell the asset to an unrelated third party without imposing additional restrictions.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 36 (2018 - 36).

Leek Auctions Limited

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

4 Tangible assets

	Leasehold improvements £	Fixtures and fittings £	Office equipment £	Plant and machinery £	Total £
Cost or valuation					
At 1 April 2018	125,229	46,341	48,543	38,453	258,566
Additions	-	-	4,958	-	4,958
At 31 March 2019	125,229	46,341	53,501	38,453	263,524
Depreciation					
At 1 April 2018	76,996	34,912	41,545	20,912	174,365
Charge for the year	13,742	3,938	4,087	2,087	23,854
At 31 March 2019	90,738	38,850	45,632	22,999	198,219
Carrying amount					
At 31 March 2019	34,491	7,491	7,869	15,454	65,305
At 31 March 2018	48,233	11,429	6,998	17,541	84,201

Leek Auctions Limited

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

5 Debtors

	31 March 2019 £	31 March 2018 £
Trade debtors	708,889	663,893
Prepayments	2,671	3,677
	<u>711,560</u>	<u>667,570</u>

6 Creditors

	Note	31 March 2019 £	31 March 2018 £
Bank loans and overdrafts	<u>7</u>	209,631	365,091
Trade creditors		91,317	40,192
Taxation and social security		24,740	27,826
Other creditors		162,233	215,802
Other borrowings		301,000	301,000
		<u>788,921</u>	<u>949,911</u>

7 Loans and borrowings

	31 March 2019 £	31 March 2018 £
Current loans and borrowings		
Bank overdrafts	209,631	365,091
Other borrowings	301,000	301,000
	<u>510,631</u>	<u>666,091</u>

Other borrowings

Bagshaws LLP - with a carrying amount of £150,500 (2018 - £150,500) is denominated in Pound Sterling with a nominal interest rate of 0%.

This loan is repayable on demand.

Graham Watkins & Co - with a carrying amount of £150,500 (2018 - £150,500) is denominated in Pound Sterling with a nominal interest rate of 0%.

This loan is repayable on demand.

