

Leek Auctions Limited

Directors Report and Unaudited Financial Statements
for the Year Ended 31 March 2022

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 M Elliott
G B Daniel
GL Watkins

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 2022

	Note	31 March 2022 £	31 March 2021 £
Fixed assets			
Tangible assets	<u>4</u>	38,155	32,955
Current assets			
Debtors	<u>5</u>	1,127,999	676,343
Cash at bank and in hand		11,316	6,436
		1,139,315	682,779
Creditors: Amounts falling due within one year	<u>6</u>	(1,165,224)	(707,737)
Net current liabilities		(25,909)	(24,958)
Total assets less current liabilities		12,246	7,997
Provisions for liabilities		(7,249)	(6,262)
Net assets		<u>4,997</u>	<u>1,735</u>
Capital and reserves			
Called up share capital		14	14
Retained earnings		4,983	1,721
Shareholders' funds		<u>4,997</u>	<u>1,735</u>

For the financial year ending 31 March 2022 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.

Leek Auctions Limited

(Registration number: 01245009)
Balance Sheet as at 31 March 2022

Approved and authorised by the Board on 28 June 2022 and signed on its behalf by:

.....
M Elliott
Director

Leek Auctions Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

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 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.

Leek Auctions Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

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
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 33 (2021 - 33).

Leek Auctions Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

4 Tangible assets

Cost or valuation
 At 1 April 2021
 Additions
 At 31 March 2022

Depreciation
 At 1 April 2021
 Charge for the year
 At 31 March 2022

Carrying amount
 At 31 March 2022
 At 31 March 2021

	Leasehold improvements £	Fixtures and fittings £	Office equipment £	Plant and machinery £	Total £
	118,945	46,341	56,222	41,680	263,188
	-	6,229	7,479	-	13,708
	118,945	52,570	63,701	41,680	276,896
	109,000	42,245	51,746	27,241	230,232
	904	1,716	3,671	2,218	8,509
	109,904	43,961	55,417	29,459	238,741
	9,041	8,609	8,284	12,221	38,155
	9,944	4,096	4,476	14,439	32,955

Leek Auctions Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

5 Debtors

	31 March 2022 £	31 March 2021 £
Trade debtors	1,126,500	672,800
Prepayments	1,499	3,543
	<u>1,127,999</u>	<u>676,343</u>

6 Creditors

Creditors: amounts falling due within one year

	Note	31 March 2022 £	31 March 2021 £
Bank loans and overdrafts	<u>7</u>	468,871	55,483
Trade creditors		59,360	59,420
Taxation and social security		35,732	32,917
Other creditors		300,261	258,917
Other borrowings		<u>301,000</u>	<u>301,000</u>
		<u>1,165,224</u>	<u>707,737</u>

7 Loans and borrowings

	31 March 2022 £	31 March 2021 £
Current loans and borrowings		
Bank overdrafts	468,871	55,483
Other borrowings	<u>301,000</u>	<u>301,000</u>
	<u>769,871</u>	<u>356,483</u>

Other borrowings

Bagshaws LLP - with a carrying amount of £150,500 (2021 - £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 (2021 - £150,500) is denominated in Pound Sterling with a nominal interest rate of 0%.

This loan is repayable on demand.

Leek Auctions Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

8 Going Concern

The accounts have been prepared on a going concern basis. The cattle market has remained in operation during the Covid 19 pandemic and the company has had a good year. The directors continue to support the company.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.