

REGISTERED NUMBER: 01265969 (England and Wales)

Unaudited Financial Statements for the Year Ended 30 June 2019

for

Guildford Tyre Company Limited

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for the Year Ended 30 June 2019**

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Guildford Tyre Company Limited

**Company Information
for the Year Ended 30 June 2019**

DIRECTORS:

C W L Sunderland
M C Sunderland

SECRETARY:

M C Sunderland

REGISTERED OFFICE:

13-14 Woodbridge Meadows
Guildford
Surrey
GU1 1BA

REGISTERED NUMBER:

01265969 (England and Wales)

ACCOUNTANTS:

Brewers Chartered Accountants
Bourne House
Queen Street
Gomshall
Surrey
GU5 9LY

**Chartered Accountants' Report to the Board of Directors
on the Unaudited Financial Statements of
Guildford Tyre Company Limited**

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Guildford Tyre Company Limited for the year ended 30 June 2019 which comprise the Profit and loss account, Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of Guildford Tyre Company Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Guildford Tyre Company Limited and state those matters that we have agreed to state to the Board of Directors of Guildford Tyre Company Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Guildford Tyre Company Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Guildford Tyre Company Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Guildford Tyre Company Limited. You consider that Guildford Tyre Company Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Guildford Tyre Company Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Brewers Chartered Accountants
Bourne House
Queen Street
Gomshall
Surrey
GU5 9LY

19 March 2020

Balance Sheet
30 June 2019

	Notes	30.6.19 £	£	30.6.18 £	£
FIXED ASSETS					
Tangible assets	4		1,972,252		1,990,315
Investments	5		<u>2</u>		<u>2</u>
			1,972,254		1,990,317
CURRENT ASSETS					
Stocks		448,835		466,276	
Debtors	6	315,336		420,345	
Cash at bank and in hand		<u>18,873</u>		<u>809</u>	
		783,044		887,430	
CREDITORS					
Amounts falling due within one year	7	<u>873,132</u>		<u>1,022,374</u>	
NET CURRENT LIABILITIES			<u>(90,088)</u>		<u>(134,944)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,882,166		1,855,373
CREDITORS					
Amounts falling due after more than one year	8		<u>624,512</u>		<u>690,517</u>
NET ASSETS			<u>1,257,654</u>		<u>1,164,856</u>
CAPITAL AND RESERVES					
Called up share capital			1,560		1,560
Capital redemption reserve			940		940
Retained earnings			<u>1,255,154</u>		<u>1,162,356</u>
SHAREHOLDERS' FUNDS			<u>1,257,654</u>		<u>1,164,856</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2019 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in
- (b) accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

Balance Sheet - continued
30 June 2019

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

In accordance with Section 444 of the Companies Act 2006, the Profit and loss account has not been delivered.

The financial statements were approved by the Board of Directors on 19 March 2020 and were signed on its behalf by:

C W L Sunderland - Director

M C Sunderland - Director

**Notes to the Financial Statements
for the Year Ended 30 June 2019**

1. STATUTORY INFORMATION

Guildford Tyre Company 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.

The presentation currency of the financial statements is the Pound Sterling (£).

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 represents the value of tyre and vehicle parts supplied together with repair and MOT services undertaken on vehicles during the period, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 2% on cost
Long leasehold	- in accordance with the property
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance

Assets are stated at cost and are capitalized where over £500.

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each balance sheet date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2019**

2. ACCOUNTING POLICIES - continued

Financial instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in profit or loss.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and loss account, 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.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2019**

2. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

The company make employee pension contributions under an Auto-Enrolment group scheme. Contributions payable to the scheme are charged to the profit and loss account in the period to which they relate.

Debtors

Basic financial assets, including trade and other debtors, are initially recognised at transaction price, unless the arrangement constitutes a financial 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, less any impairment.

Cash and cash equivalents

Cash and cash equivalents are represented by cash in hand, deposits held at call with financial institutions, and other short-term highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

Creditors

Basic financial liabilities, including trade and other creditors, loans from third parties and loans from related parties, 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 payments discounted at a market rate of interest. Such instruments are subsequently carried at amortised cost using the effective interest method, less any impairment.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 41 (2018 - 41) .

4. TANGIBLE FIXED ASSETS

	Freehold property £	Long leasehold £	Improvements to property £
COST			
At 1 July 2018	621,306	1,199,010	274,167
Additions	-	-	58,270
At 30 June 2019	<u>621,306</u>	<u>1,199,010</u>	<u>332,437</u>
DEPRECIATION			
At 1 July 2018	78,574	133,225	24,895
Charge for year	8,144	19,032	29,903
Eliminated on disposal	-	-	-
At 30 June 2019	<u>86,718</u>	<u>152,257</u>	<u>54,798</u>
NET BOOK VALUE			
At 30 June 2019	<u>534,588</u>	<u>1,046,753</u>	<u>277,639</u>
At 30 June 2018	<u>542,732</u>	<u>1,065,785</u>	<u>249,272</u>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2019

4. TANGIBLE FIXED ASSETS - continued

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 July 2018	554,989	102,472	179,404	2,931,348
Additions	19,894	2,326	-	80,490
Disposals	-	-	(13,516)	(13,516)
At 30 June 2019	<u>574,883</u>	<u>104,798</u>	<u>165,888</u>	<u>2,998,322</u>
DEPRECIATION				
At 1 July 2018	460,937	84,625	158,777	941,033
Charge for year	27,017	5,166	9,291	98,553
Eliminated on disposal	-	-	(13,516)	(13,516)
At 30 June 2019	<u>487,954</u>	<u>89,791</u>	<u>154,552</u>	<u>1,026,070</u>
NET BOOK VALUE				
At 30 June 2019	<u>86,929</u>	<u>15,007</u>	<u>11,336</u>	<u>1,972,252</u>
At 30 June 2018	<u>94,052</u>	<u>17,847</u>	<u>20,627</u>	<u>1,990,315</u>

Fixed assets, included in the above, which are held under finance leases are as follows:

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 July 2018	26,378	16,995	43,373
Transfer to ownership	-	(16,995)	(16,995)
At 30 June 2019	<u>26,378</u>	<u>-</u>	<u>26,378</u>
DEPRECIATION			
At 1 July 2018	12,469	12,744	25,213
Charge for year	3,476	4,251	7,727
Transfer to ownership	-	(16,995)	(16,995)
At 30 June 2019	<u>15,945</u>	<u>-</u>	<u>15,945</u>
NET BOOK VALUE			
At 30 June 2019	<u>10,433</u>	<u>-</u>	<u>10,433</u>
At 30 June 2018	<u>13,909</u>	<u>4,251</u>	<u>18,160</u>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2019

5. **FIXED ASSET INVESTMENTS**

		Shares in group undertakings £
COST		
At 1 July 2018		
and 30 June 2019		<u>2</u>
NET BOOK VALUE		
At 30 June 2019		<u>2</u>
At 30 June 2018		<u>2</u>

6. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	30.6.19 £	30.6.18 £
Trade debtors	275,123	375,627
Other debtors	40,213	44,718
	<u>315,336</u>	<u>420,345</u>

7. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	30.6.19 £	30.6.18 £
Bank loans and overdrafts	-	82,395
Finance leases (see note 9)	5,935	10,231
Trade creditors	595,874	709,298
Taxation and social security	184,492	133,413
Other creditors	86,831	87,037
	<u>873,132</u>	<u>1,022,374</u>

8. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	30.6.19 £	30.6.18 £
Finance leases (see note 9)	-	5,935
Other creditors	624,512	684,582
	<u>624,512</u>	<u>690,517</u>

Amounts falling due in more than five years:

Repayable by instalments		
Loan in excess 5 years	<u>235,185</u>	<u>286,777</u>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2019

9. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Finance leases	
	30.6.19	30.6.18
	£	£
Gross obligations repayable:		
Within one year	6,799	11,480
Between one and five years	-	6,799
	<u>6,799</u>	<u>18,279</u>
Finance charges repayable:		
Within one year	864	1,249
Between one and five years	-	864
	<u>864</u>	<u>2,113</u>
Net obligations repayable:		
Within one year	5,935	10,231
Between one and five years	-	5,935
	<u>5,935</u>	<u>16,166</u>
	Non-cancellable operating leases	
	30.6.19	30.6.18
	£	£
Within one year	94,350	94,350
Between one and five years	377,400	377,400
In more than five years	1,383,325	1,477,675
	<u>1,855,075</u>	<u>1,949,425</u>

10. SECURED DEBTS

The following secured debts are included within creditors:

	30.6.19	30.6.18
	£	£
Bank overdraft	-	82,395
Finance leases	5,935	16,166
Bank loans and mortgages	686,470	745,634
	<u>692,405</u>	<u>844,195</u>

The bank overdraft and loans are secured by a fixed and floating charge over the assets of the company.

The finance lease agreements are secured over the assets to which the agreements relate.

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2019**

11. RELATED PARTY DISCLOSURES

Dividends were paid in the year:

C W L Sunderland £5,950

M C Sunderland: £10,960

A Sunderland: £22,960

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.