

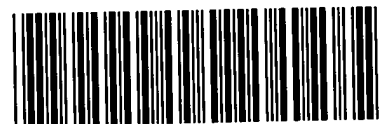
Unaudited Financial Statements for the Year Ended 30 June 2020

for

W. Shirley & Sons Limited

ASE Audit LLP
Chartered Accountants
Rowan Court
Concord Business Park
Manchester
Greater Manchester
M22 0RR

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W. Shirley & Sons Limited

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for the Year Ended 30 June 2020

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W. Shirley & Sons Limited

Company Information
for the Year Ended 30 June 2020

DIRECTORS:

M Fennemore
R F Marsh

SECRETARY:

M Wells

REGISTERED OFFICE:

17 Montague Road
Croydon
Surrey
CR9 3DU

REGISTERED NUMBER:

01401803 (England and Wales)

ACCOUNTANTS:

ASE Audit LLP
Chartered Accountants
Rowan Court
Concord Business Park
Manchester
Greater Manchester
M22 0RR

Statement of Financial Position
30 June 2020

	Notes	2020 £	2019 £
FIXED ASSETS			
Intangible assets	4	-	-
Tangible assets	5	18,017	20,397
		<u>18,017</u>	<u>20,397</u>
CURRENT ASSETS			
Stocks	6	144,175	189,213
Debtors	7	197,470	205,470
Cash at bank		77,193	40,500
		<u>418,838</u>	<u>435,183</u>
CREDITORS			
Amounts falling due within one year	8	(163,335)	(206,531)
NET CURRENT ASSETS		<u>255,503</u>	<u>228,652</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>273,520</u>	<u>249,049</u>
CREDITORS			
Amounts falling due after more than one year	9	(80,095)	(66,741)
PROVISIONS FOR LIABILITIES		<u>(2,283)</u>	<u>(2,709)</u>
NET ASSETS		<u><u>191,142</u></u>	<u><u>179,599</u></u>
CAPITAL AND RESERVES			
Called up share capital	12	180,000	180,000
Retained earnings		11,142	(401)
SHAREHOLDERS' FUNDS		<u><u>191,142</u></u>	<u><u>179,599</u></u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2020 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- 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 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.

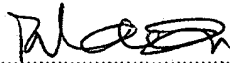
The notes form part of these financial statements

Statement of Financial Position - continued
30 June 2020

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 Statement of Comprehensive Income has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on8/2/2021..... and were signed on its behalf by:



.....
R F Marsh - Director

Notes to the Financial Statements
for the Year Ended 30 June 2020

1. STATUTORY INFORMATION

W. Shirley & Sons Limited is a private company, limited by shares, registered in England and Wales. The company's registered office address and principal place of business is 17 Montague Road, Croydon, Surrey, CR9 3DU and its registered number is 01401803.

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

The principal activity of company is that of a used vehicle retailer involving the sale, maintenance and repair of motor vehicles and the supply of related accessories.

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.

Going concern

Covid-19 has caused, and will continue to cause, widespread economic disruption but its impact will hopefully be temporary. The directors have considered current trading, together with available facilities, and are confident that the company will be able to meet its debts as they fall due for the period of 12 months after the approval of these financial statements. Accordingly the financial statements have been prepared on a going concern basis.

Significant judgements and estimates

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities at the reporting date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates.

The following judgements have been made by the directors in applying the company's accounting policies:

Stock valuation

Stock valuation is regularly monitored against age profile and market demand. Management use a number of market tools during the appraisal process including CAP valuation guides. The directors maintain oversight of ageing stock profiles and a monthly review of any provision required is performed.

Property, plant and equipment

At each reporting date property, plant and equipment is assessed for any indication of impairment. If such indication exists, the recoverable amount of the asset is determined based on value in use calculations which require estimates to be made of future cash flows. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

Turnover

Turnover from the sale of goods is recognised in the Statement of Comprehensive Income, net of discounts and value added tax, when the significant risks and rewards of ownership have been transferred to the buyer. In general this occurs when vehicles or parts have been supplied or when a service has been completed.

Intangible assets

The company's intangible assets consist of a customer database which has been fully amortised over its useful economic life of 6 years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Short leasehold	- Over estimated useful life
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 20% on reducing balance
Computer equipment	- 25% on cost

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised within the Statement of Comprehensive Income.

Notes to the Financial Statements - continued
for the Year Ended 30 June 2020

2. ACCOUNTING POLICIES - continued

Government grants

Income from the Coronavirus Job Retention Scheme is accounted for on a receivable basis.

Grant income from local authorities is accounted for on a receivable basis.

Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving items.

At each reporting 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 the Statement of Comprehensive Income.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Comprehensive Income, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

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 Statement of Financial Position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the Statement of Financial Position 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.

Operating leases: lessee

Rentals paid under operating leases are charged to the Statement of Comprehensive Income on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution plan for its employees. A defined contribution plan is a plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Comprehensive Income when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of Financial Position. The assets of the plan are held separately from the company in independently administered funds.

Debtors

Short term debtors are measured at transaction price less any impairment.

Creditors

Short term creditors are measured at the transaction price. Other financial liabilities are measured initially at amortised cost.

Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders.

Borrowing costs

All borrowing costs are recognised in the Statement of Comprehensive Income in the year in which they are incurred.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 12 (2019 - 12).

Notes to the Financial Statements - continued
for the Year Ended 30 June 2020

4. INTANGIBLE FIXED ASSETS

	Other intangible assets £
COST	
At 1 July 2019 and 30 June 2020	<u>75,959</u>
AMORTISATION	
At 1 July 2019 and 30 June 2020	<u>75,959</u>
NET BOOK VALUE	
At 30 June 2020	<u>-</u>
At 30 June 2019	<u>-</u>

5. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1 July 2019	200,380	528,506	728,886
Additions	1,423	5,945	7,368
Disposals	-	(173,399)	(173,399)
At 30 June 2020	<u>201,803</u>	<u>361,052</u>	<u>562,855</u>
DEPRECIATION			
At 1 July 2019	198,789	509,700	708,489
Charge for year	1,923	7,825	9,748
Eliminated on disposal	-	(173,399)	(173,399)
At 30 June 2020	<u>200,712</u>	<u>344,126</u>	<u>544,838</u>
NET BOOK VALUE			
At 30 June 2020	<u>1,091</u>	<u>16,926</u>	<u>18,017</u>
At 30 June 2019	<u>1,591</u>	<u>18,806</u>	<u>20,397</u>

6. STOCKS

	2020 £	2019 £
Vehicle stocks	114,577	160,032
Parts and accessories	29,598	29,181
	<u>144,175</u>	<u>189,213</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	102,042	65,312
Other debtors	95,428	140,158
	<u>197,470</u>	<u>205,470</u>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2020

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Bank loan	667	-
Trade creditors	78,539	130,024
Taxation and social security	44,688	42,068
Other creditors	39,441	34,439
	<u>163,335</u>	<u>206,531</u>

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2020	2019
	£	£
Bank loan	39,333	-
Other creditors	40,762	66,741
	<u>80,095</u>	<u>66,741</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loan	7,333	-
	<u>7,333</u>	<u>-</u>

10. LEASING AGREEMENTS

Minimum lease payments under non-cancelling operating leases totalled £273,219 (2019: £71,836).

11. SECURED DEBTS

The following secured debts are included within creditors:

	2020	2019
	£	£
Bank loan	40,000	-
Vehicle funding	-	33,567
	<u>40,000</u>	<u>33,567</u>

The bank loan is secured by a fixed and floating charge over the assets of the company.

The vehicle funding was secured on the vehicles to which it relates.

12. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2020	2019
Number:	Class:	Nominal value:	£	£
180,000	Ordinary	£1	<u>180,000</u>	<u>180,000</u>

13. PENSION COMMITMENTS

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable to the fund and amounted to £22,174 (2019: £6,805). At the reporting date the outstanding contributions amounted to £1,811 (2019: £1,562).

Notes to the Financial Statements - continued
for the Year Ended 30 June 2020

14. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 30 June 2020 and 30 June 2019:

	2020 £	2019 £
M Fennemore & R F Marsh		
Balance outstanding at start of year	80,250	66,850
Amounts advanced	45,300	37,400
Amounts repaid	(54,000)	(24,000)
	<hr/>	<hr/>
Balance outstanding at end of year	<u>71,550</u>	<u>80,250</u>

The advances were interest free, repayable on demand and the company held no security in their respect.

15. RELATED PARTY DISCLOSURES

During the year, total dividends of £54,000 (2019 - £24,000) were paid to the directors.

The directors have given personal guarantees in respect of the bank facility. The guarantees are limited to £8,000 each.

The directors have given personal guarantees in respect of a loan included within creditors. At the reporting date the outstanding loan amounted to £66,741 (2019: £91,803).

16. POST BALANCE SHEET EVENTS

The company continues to be impacted by the constant changes in restrictions due to the Covid 19 pandemic. The company has responded to this by the furloughing of staff as deemed necessary, but keeping the workshop open with reduced staff levels.

After the lockdown restrictions were introduced the company performed various measures to ensure that the company's cash resources and facilities were maintained as positively as possible. These measures included the furloughing of staff and the receipt of the available government grants. The furlough scheme has been extended by the Government to 30 April 2021.