

Formby M.O.T. And Service Centre Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 30 June 2021

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PR9 0PG

Formby M.O.T. And Service Centre Limited

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Formby M.O.T. And Service Centre Limited

(Registration number: 02374587)

Balance Sheet as at 30 June 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	<u>4</u>	75,367	59,134
Current assets			
Stocks	<u>5</u>	5,555	5,555
Debtors	<u>6</u>	28,118	21,705
Cash at bank and in hand		<u>275,763</u>	<u>293,815</u>
		309,436	321,075
Creditors: Amounts falling due within one year	<u>7</u>	<u>(73,612)</u>	<u>(133,009)</u>
Net current assets		<u>235,824</u>	<u>188,066</u>
Net assets		<u><u>311,191</u></u>	<u><u>247,200</u></u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		<u>311,091</u>	<u>247,100</u>
Shareholders' funds		<u><u>311,191</u></u>	<u><u>247,200</u></u>

Formby M.O.T. And Service Centre Limited

(Registration number: 02374587)

Balance Sheet as at 30 June 2021

For the financial year ending 30 June 2021 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.

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.

Approved and authorised by the Board on 11 February 2022 and signed on its behalf by:

.....

Mr JD Walker

Director

.....

Mr J Francis

Director

Formby M.O.T. And Service Centre Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021

1 General information

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:

55 Houghton Street
Southport
Merseyside
PR9 0PG
United Kingdom

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.

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.

Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

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.

Formby M.O.T. And Service Centre Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021

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
Plant & machinery	10% reducing balance
Fixtures & fittings	10% reducing balance
Motor Vehicles	25% reducing balance

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are 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.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Formby M.O.T. And Service Centre Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 7 (2020 - 7).

Formby M.O.T. And Service Centre Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021

4 Tangible assets

	Fixtures and fittings £	Plant and machinery £	Motor vehicles £	Other tangible assets £	Total £
Cost or valuation					
At 1 July 2020	15,610	123,848	13,450	18,237	171,145
Additions	1,650	2,199	26,500	-	30,349
Disposals	-	-	(13,000)	-	(13,000)
At 30 June 2021	17,260	126,047	26,950	18,237	188,494
Depreciation					
At 1 July 2020	6,903	81,219	12,006	11,883	112,011
Charge for the year	1,035	4,483	6,660	636	12,814
Eliminated on disposal	-	-	(11,698)	-	(11,698)
At 30 June 2021	7,938	85,702	6,968	12,519	113,127
Carrying amount					
At 30 June 2021	9,322	40,345	19,982	5,718	75,367
At 30 June 2020	8,707	42,629	1,444	6,354	59,134

Formby M.O.T. And Service Centre Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021

5 Stocks

	2021 £	2020 £
Other inventories	5,555	5,555

6 Debtors

	2021 £	2020 £
Trade debtors	22,039	12,739
Other debtors	6,079	8,966
	28,118	21,705

7 Creditors

Creditors: amounts falling due within one year

	Note	2021 £	2020 £
Due within one year			
Bank loans and overdrafts	8	-	50,000
Trade creditors		28,268	26,968
Amounts owed to related parties		220	3,226
Taxation and social security		13,830	22,050
Other creditors		31,294	30,765
		73,612	133,009

8 Loans and borrowings

	2021 £	2020 £
Current loans and borrowings		
Other borrowings	-	50,000

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.