

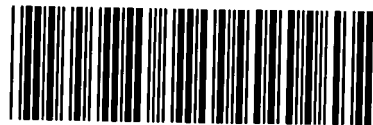
REGISTERED NUMBER: 03823504 (England and Wales)

Unaudited Financial Statements for the Year Ended 31 December 2017

for

Close Motor Company Limited

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Close Motor Company Limited (Registered number: 03823504)

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for the Year Ended 31 December 2017

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Close Motor Company Limited
Company Information
for the Year Ended 31 December 2017

DIRECTORS:

S Close
R M Close
Mrs J Close
C A Close

SECRETARY:

Mrs J Close

REGISTERED OFFICE:

7/11 High Street
Corby
Northamptonshire
NN17 1UX

REGISTERED NUMBER:

03823504 (England and Wales)

Close Motor Company Limited (Registered number: 03823504)

Statement of Financial Position
31 December 2017

	Notes	2017 £	Restated 2016 £
FIXED ASSETS			
Intangible assets	4	-	-
Tangible assets	5	124,077	148,301
Investment property	6	<u>303,589</u>	<u>303,589</u>
		<u>427,666</u>	<u>451,890</u>
 CURRENT ASSETS			
Stocks	7	1,883,358	1,570,917
Debtors	8	875,171	379,113
Cash at bank and in hand		<u>28,008</u>	<u>8,882</u>
		2,786,537	1,958,912
CREDITORS			
Amounts falling due within one year	9	<u>(2,506,994)</u>	<u>(1,705,453)</u>
NET CURRENT ASSETS		<u>279,543</u>	<u>253,459</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		707,209	705,349
 CREDITORS			
Amounts falling due after more than one year	10	(487,080)	(512,650)
PROVISIONS FOR LIABILITIES		<u>(23,218)</u>	<u>(21,494)</u>
NET ASSETS		<u>196,911</u>	<u>171,205</u>
 CAPITAL AND RESERVES			
Called up share capital	13	105,264	105,264
Share premium	14	94,736	94,736
Retained earnings	14	<u>(3,089)</u>	<u>(28,795)</u>
SHAREHOLDERS' FUNDS		<u>196,911</u>	<u>171,205</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2017 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
- (b) 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


Close Motor Company Limited (Registered number: 03823504)

Statement of Financial Position - continued
31 December 2017

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 21.9.2018 and were signed on its behalf by:


.....
S Close - Director


.....
C A Close - Director

The notes form part of these financial statements

Notes to the Financial Statements
for the Year Ended 31 December 2017

1. STATUTORY INFORMATION

Close Motor Company Limited is a private company, limited by shares, registered in England and Wales. The company's registered number is included on the Statement of Financial Position and the registered office address of the company is 7/11 High Street, Corby, Northamptonshire, NN17 1UX.

The company does not have a single trading address.

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

The principal activity of company is that of a motor dealership.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover from the sale of goods is recognised in the Income Statement, 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.

Incentives received from manufacturers in respect of target achievements are accounted for as a deduction from the cost of the vehicles or parts to which they relate.

Commission income is accounted for on a receivable basis.

Goodwill

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the Income Statement over its estimated economic life.

Goodwill has been fully written off.

Tangible fixed assets

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Depreciation is provided on the following bases:

Long-term leasehold property	-	Over the period of the lease
Plant and machinery	-	25% reducing balance
Motor vehicles	-	25% reducing balance

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Income Statement.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2017

2. ACCOUNTING POLICIES - continued

Stocks

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

Consignment stocks

Consigned vehicles, which due to the significant risks and responsibilities of ownership passing to the company are regarded effectively as being under the control of the company, are included within stocks on the Statement of Financial Position although legal title has not passed to the company. The corresponding liability is included within trade creditors and is secured directly on these vehicles.

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months or less from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, 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.

Current or deferred taxation assets and liabilities are not discounted.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 27 (2016 - 26).

Notes to the Financial Statements - continued
for the Year Ended 31 December 2017

4. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 January 2017 and 31 December 2017	<u>30,000</u>
AMORTISATION	
At 1 January 2017 and 31 December 2017	<u>30,000</u>
NET BOOK VALUE	
At 31 December 2017	<u><u>-</u></u>
At 31 December 2016	<u><u>-</u></u>

5. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1 January 2017	301,255	231,700	532,955
Additions	<u>-</u>	<u>976</u>	<u>976</u>
At 31 December 2017	<u>301,255</u>	<u>232,676</u>	<u>533,931</u>
DEPRECIATION			
At 1 January 2017	233,611	151,043	384,654
Charge for year	<u>9,528</u>	<u>15,672</u>	<u>25,200</u>
At 31 December 2017	<u>243,139</u>	<u>166,715</u>	<u>409,854</u>
NET BOOK VALUE			
At 31 December 2017	<u><u>58,116</u></u>	<u><u>65,961</u></u>	<u><u>124,077</u></u>
At 31 December 2016	<u><u>67,644</u></u>	<u><u>80,657</u></u>	<u><u>148,301</u></u>

6. INVESTMENT PROPERTY

	Total £
FAIR VALUE	
At 1 January 2017 and 31 December 2017	<u>303,589</u>
NET BOOK VALUE	
At 31 December 2017	<u><u>303,589</u></u>
At 31 December 2016	<u><u>303,589</u></u>

The 2017 valuation was made by the directors, on an open market value for existing use basis.

7. STOCKS

	2017 £	2016 £
Vehicle stocks	1,810,621	1,477,775
Parts stock	<u>72,737</u>	<u>93,142</u>
	<u><u>1,883,358</u></u>	<u><u>1,570,917</u></u>

Close Motor Company Limited (Registered number: 03823504)

Notes to the Financial Statements - continued
for the Year Ended 31 December 2017

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Trade debtors	772,060	222,747
Other debtors	66,599	156,366
Bonus debtors	42,567	-
Prepayments	(6,055)	-
	<u>875,171</u>	<u>379,113</u>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Bank loans and overdrafts	127,899	53,791
Trade creditors	2,255,785	1,525,896
Taxation and social security	22,585	20,250
Other creditors	100,725	105,516
	<u>2,506,994</u>	<u>1,705,453</u>

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

	2017	2016
	£	£
Bank loans	137,080	162,650
Other creditors	350,000	350,000
	<u>487,080</u>	<u>512,650</u>

Amounts falling due in more than five years:

Repayable otherwise than by instalments		
Preference shares	<u>250,000</u>	<u>250,000</u>

Repayable by instalments		
Bank loans more 5 years by instalments	<u>37,024</u>	<u>63,746</u>

11. LEASING AGREEMENTS

At the year end the company had minimum lease payments under non-cancellable operating leases totalling £31,500 (2016: £49,500).

12. SECURED DEBTS

The following secured debts are included within creditors:

	2017	2016
	£	£
Bank loans	<u>161,493</u>	<u>187,589</u>

R M Close and J Close have provided a personal guarantee, which is limited to £425,000, for the company's bank loan.

The bank loan is also secured by a debenture and a legal charge over the company's leasehold property.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2017

13. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2017 £	2016 £
105,264	Ordinary	£1	<u>105,264</u>	<u>105,264</u>

14. RESERVES

Share premium

This reserve includes any premiums received on issue of share capital. Any transaction costs associated with the issuing of shares are deducted from share premium.

Retained earnings

This reserve includes all current and prior period retained profits and losses and revaluations on investment property. The previously separately recognised revaluation reserve of £162,279 in 2016 has been corrected via a prior period adjustment.

15. PENSION COMMITMENTS

The company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the company to the scheme, these amounted to £3,596 (2016: £5,073)

16. RELATED PARTY DISCLOSURES

As at the balance sheet date amounts owed to R M Close and Mrs J E Close amounted to £69,837 (2016: £81,045), no interest was charged in relation to the loan.

During the financial period the company paid rent amounting to £18,000 (2016: £18,000) to R M Close and Mrs J E Close.