

COMPANY REGISTRATION NUMBER 4608744

**HSG GARAGE SERVICES LIMITED**  
**UNAUDITED ABBREVIATED ACCOUNTS**  
**31 MARCH 2014**

TUESDAY



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14/06/2016

#372

COMPANIES HOUSE

**GOSTLING LIMITED**

Chartered Accountants

Office 1

Carleton Business Park

Carleton New Road

Skipton

North Yorkshire

BD23 2DE

# **HSG GARAGE SERVICES LIMITED**

## **ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 MARCH 2014**

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# HSG GARAGE SERVICES LIMITED

## ABBREVIATED BALANCE SHEET

31 MARCH 2014

	Note	2014 £	2013 £
<b>FIXED ASSETS</b>	<b>2</b>		
Intangible assets		-	-
Tangible assets		4,075	4,873
Investments		170,000	100,000
		<u>174,075</u>	<u>104,873</u>
<b>CURRENT ASSETS</b>			
Stocks		2,400	2,200
Debtors		5,875	48,887
Cash at bank and in hand		31,657	91,031
		<u>39,932</u>	<u>142,118</u>
<b>CREDITORS: Amounts falling due within one year</b>		<u>109,027</u>	<u>127,249</u>
<b>NET CURRENT (LIABILITIES)/ASSETS</b>		<u>(69,095)</u>	<u>14,869</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>104,980</u>	<u>119,742</u>
<b>PROVISIONS FOR LIABILITIES</b>		<u>834</u>	<u>834</u>
		<u>104,146</u>	<u>118,908</u>
<b>CAPITAL AND RESERVES</b>			
Called up equity share capital	3	11	11
Profit and loss account		104,135	118,897
<b>SHAREHOLDERS' FUNDS</b>		<u>104,146</u>	<u>118,908</u>

For the year ended 31 March 2014 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

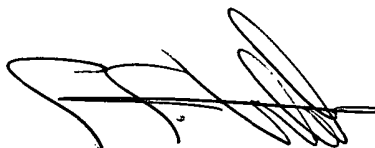
Director's responsibilities:

- 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 director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These abbreviated accounts have been prepared in accordance with the special provisions applicable to companies subject to the small companies regime.

These abbreviated accounts were approved and signed by the director and authorised for issue on 2 February 2016.

Mr. S. F. Welsh  
Director



Company Registration Number: 4608744

The notes on pages 2 to 3 form part of these abbreviated accounts.

**HSG GARAGE SERVICES LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 MARCH 2014**

**1. ACCOUNTING POLICIES**

**Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

**Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

**Amortisation**

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Goodwill - 5 years

**Fixed assets**

All fixed assets are initially recorded at cost.

**Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant & Machinery - 15% Reducing balance  
Equipment - 25% Reducing balance

**Stocks**

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

**Operating lease agreements**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

**Deferred taxation**

Provision is made at the expected rate of corporation tax in respect of all timing differences between the recognition of gains and losses in the financial statements and tax computations. Deferred taxation assets are recognised only to the extent that it is considered more likely than not that there will be suitable taxable profits in the future from which the underlying timing differences can be deducted.

**HSG GARAGE SERVICES LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 MARCH 2014**

**1. ACCOUNTING POLICIES** *(continued)*

**Financial instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

**2. FIXED ASSETS**

	Intangible Assets £	Tangible Assets £	Investments £	Total £
<b>COST</b>				
At 1 April 2013	70,000	11,833	100,000	181,833
Additions	—	—	70,000	70,000
<b>At 31 March 2014</b>	<u>70,000</u>	<u>11,833</u>	<u>170,000</u>	<u>251,833</u>
<b>DEPRECIATION</b>				
At 1 April 2013	70,000	6,960	—	76,960
Charge for year	—	798	—	798
<b>At 31 March 2014</b>	<u>70,000</u>	<u>7,758</u>	<u>—</u>	<u>77,758</u>
<b>NET BOOK VALUE</b>				
<b>At 31 March 2014</b>	<u>—</u>	<u>4,075</u>	<u>170,000</u>	<u>174,075</u>
At 31 March 2013	<u>—</u>	<u>4,873</u>	<u>100,000</u>	<u>104,873</u>

The company has invested in HSG Garage Partnership LLP, a limited liability partnership in which the company and the director are designated members.

**3. SHARE CAPITAL**

**Allotted, called up and fully paid:**

	2014		2013	
	No	£	No	£
Ordinary shares of £1 each	10	10	10	10
B shares of £1 each	1	1	1	1
	<u>11</u>	<u>11</u>	<u>11</u>	<u>11</u>

## Edward Wellham

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**From:** Jo Bunting  
**Sent:** 02 February 2016 12:26  
**To:** Philip Gostling  
**Cc:** Edward Wellham  
**Subject:** KA Autowreckers LLP and rentals

Hi Phil,

I have spoken to Ken and he has confirmed that ALL of the rental income for the units on White Lund that he and Cynthia own (not just the one the company trades out of) is now going through the LLP.

There are 3 units, numbers 1 and 2 Northgate and number 9 Northgate. Apparently the company pays £1,000 per month for no.9 and the two other units draw in approx. £600 each per month as well. Ken reckons it's been this way for about 12 months now and the accounts confirm this – we have Y/E 30/4/15 accounts with £4,720 as turnover (probably about 3 months' worth so I reckon from December 2014/January 2015) but next to nothing as expenses. Y/E 30/04/14 were dormant accounts.

Ken is looking at drawing his state pension and because he's deferred it he can get the extra that's built up either as a lump sum or as extra pension. We're talking about £53K here. Now that I know more of what's happened with the rental income I'm inclined to say take the lump sum but leave it till at least 1 May 2016 to do it.

Why? Because this will be after 30 April 2016 and the LLP accounts for Y/E 30/4/16 will show a full year's rental but lots more expenses – I assume that we'll be putting a management charge through that will significantly reduce the rental profit - Phil, can you confirm this please? I assume that it'll be the company (Ken Allen Autowreckers Ltd) that makes this charge, if one is to be made. Can you confirm this to Ed please? Clearly the lower the profit in the LLP the lower Ken's exposure to HR tax, and so less of his pension lump sum will be taken by HMRC.

In the past, Ken and Cynthia have had approx. £34K rental split equally between them. As Debbie is a member of the LLP I will assume that she also now be getting an equal share of the LLP profit and will complete her tax returns accordingly, unless you tell me otherwise.

I need to confirm to Ken the timing for drawing this cash so if you could let me have a rapid response that'd be good.

Thanks

jo