

SMITHS (KIDDERMINSTER) LIMITED

REPORT AND FINANCIAL STATEMENTS

FOR THE

YEAR ENDED 30TH SEPTEMBER 2015

SATURDAY



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25/06/2016

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COMPANIES HOUSE

FOSTER & CO  
CHARTERED ACCOUNTANTS  
WOMBOURNE

**SMITHS (KIDDERMINSTER) LIMITED**

**DIRECTORS**

P A Smith

**SECRETARY**

Mrs L J Smith

**REGISTERED OFFICE**

Greenwood Cottage  
Frankley Green  
Birmingham  
West Midlands

**ACCOUNTANTS**

Foster & Co  
Chartered Accountants  
Foxbourne Business Centre  
Heath Mill Close  
Wombourne  
West Midlands

**BANKERS**

National Westminster Bank plc  
135 Bishopsgate  
London

**SMITHS (KIDDERMINSTER) LIMITED**

**REPORT AND FINANCIAL STATEMENTS - 30TH SEPTEMBER 2015**

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The following page does not form part of the published financial statements and is intended for management purposes only.

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# SMITHS (KIDDERMINSTER) LIMITED

## REPORT OF THE DIRECTORS

### Financial Statements

The Directors present their Report and Financial Statements for the year ended 30th September 2015.

### Principal Activity

The principal activity of the company, is that of property development, rental income and the selling of motor vehicles.

### Review of the Business

Sales for the year amounted to £254,219 (2014 - £343,524). There was a profit before tax of £20,332 (2014 - profit £21,583).

### Dividends

Interim dividends of £28,606 have been paid during the year. The Directors do not recommend payment of a final dividend for the year ended 30th September 2015. If this recommendation is approved, the loss after taxation and dividends, of £12,340 will be transferred to Reserves and the balance on Profit and Loss Account at 30th September 2015 of £49,034 will be carried forward to next year.

### Tax Status

In the opinion of the Directors, the company is a close company within the meaning of the Income and Corporation Taxes Act 1988.

### Directors

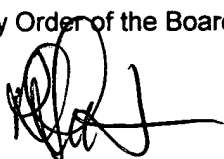
The Directors, during the year, together with their holdings of Ordinary Shares in the company, were as follows:-

	<u>Ordinary Shares</u> <u>of £1 each</u>	
	<u>2015</u>	<u>2014</u>
P A Smith	1	1

In accordance with the company's Memorandum and Articles of Association, the Directors are not required to retire by rotation.

This Report has been prepared in accordance with the small companies regime of the Companies Act 2006.

By Order of the Board



P A SMITH  
Director

31st May 2016

Greenwood Cottage  
Frankley Green  
Birmingham  
West Midlands

## SMITHS (KIDDERMINSTER) LIMITED

### DIRECTORS RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year.

Under the law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- 1) select suitable accounting policies and then apply them consistently;
- 2) make judgements and estimates that are reasonable and prudent;
- 3) prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**SMITHS (KIDDERMINSTER) LIMITED**

**ACCOUNTANTS REPORT TO THE DIRECTORS OF SMITHS (KIDDERMINSTER) LIMITED  
ON THE UNAUDITED FINANCIAL STATEMENTS**

In order to assist you to fulfil your duties under the Companies Act 2006, we have compiled the financial statements of the company which comprise Profit and Loss Account, Balance Sheet and the related notes from the accounting records and information and explanations that you have given to us.

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 30th September 2015 your duty to ensure that the Company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 2006. You consider that the Company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. 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 in the financial statements.



FOSTER & CO  
Chartered Accountants

31st May 2016

Foxbourne Business Centre  
Heath Mill Close  
Wombourne  
Wolverhampton  
West Midlands

SMITHS (KIDDERMINSTER) LIMITED

PROFIT AND LOSS ACCOUNT  
FOR THE  
YEAR ENDED 30TH SEPTEMBER 2015

		<u>2015</u>	<u>2014</u>
	<u>Notes</u>	<u>£</u>	<u>£</u>
<u>Sales</u>	1	254,219	343,524
<u>Cost of Sales</u>		<u>199,048</u>	<u>282,271</u>
<u>Gross Profit</u>		55,171	61,253
<u>Administrative Expenses</u>		<u>28,118</u>	<u>31,809</u>
<u>Operating Profit</u>		27,053	29,444
<u>Interest Payable/(Receivable)</u>	5	<u>6,721</u>	<u>7,861</u>
<u>Profit on Ordinary Activities Before Taxation</u>	3	20,332	21,583
<u>Taxation</u>	4	<u>4,066</u>	<u>4,316</u>
<u>Profit on Ordinary Activities After Taxation</u>		16,266	17,267
<u>Dividends</u>	6	<u>28,606</u>	<u>-</u>
		(12,340)	17,267
<u>Retained Profits Brought Forward from Previous Year</u>		<u>61,374</u>	<u>44,107</u>
<u>Retained Profits Carried Forward to Next Year</u>		<u>49,034</u>	<u>61,374</u>

The Notes on pages 6 to 8 form part of these Accounts.

SMITHS (KIDDERMINSTER) LIMITED

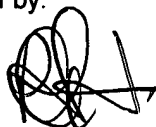
BALANCE SHEET  
30TH SEPTEMBER 2015

		<u>2015</u>	<u>2014</u>
	<u>Notes</u>	<u>£</u>	<u>£</u>
<u>Current Assets</u>			
Stocks and Work in Progress	8	620,966	638,016
Debtors	9	800	1,050
Cash at Bank and in Hand		6,458	14,710
		<u>628,224</u>	<u>653,776</u>
<u>Creditors: Amounts due within one year</u>	10	<u>579,189</u>	<u>592,401</u>
<u>Net Assets</u>		<u>49,035</u>	<u>61,375</u>
<u>Capital and Reserves</u>			
Called Up Share Capital	11	1	1
Profit and Loss Account		49,034	61,374
		<u>49,035</u>	<u>61,375</u>

For the financial year ended 30th September 2015 the company was entitled to exemption from audit under section 477 Companies Act 2006; and no notice has been deposited under section 476. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Act and preparing accounts which give a true and fair view of the state of affairs of the company as at the year end and of its profit or loss for the financial year in accordance with the requirements of sections 393 and 394 and which otherwise comply with the requirements of the Companies Act 2006, so far as applicable to the company.

The financial statements have been prepared in accordance with the provisions of the Companies Act 2006 applicable to companies subject to the small companies regime and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

These accounts were approved by the board of directors on 31st May 2016 and were signed on its behalf by:



P A SMITH Director



## SMITHS (KIDDERMINSTER) LIMITED

### NOTES

30TH SEPTEMBER 2015

#### 1. Accounting Policies

The Financial Statements have been prepared under the historical cost convention in accordance with the Financial Reporting Statements for smaller entities (effective April 2008).

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the company's Financial Statements.

##### a) Turnover

This represents the value of properties developed and services provided, rental income and the sale of motor vehicles, excluding value added tax.

##### b) Stocks and Work in Progress

Stocks and Work in Progress have been valued at the lower of cost and estimated net realisable value.

#### 2. Turnover and Profit/Loss

The whole of the turnover and profit/loss derive from the business of property development, rental income and the selling of motor vehicles.

#### 3. Profit/Loss on Ordinary Activities Before Taxation

	<u>2015</u>	<u>2014</u>
After Charging:	£	£
Directors Emoluments	<u>3,078</u>	<u>7,826</u>

#### 4. Taxation

	£	£
The taxation charge for the year comprises:-		
Corporation Tax based on the assessable profit for the year	<u>4,066</u>	<u>4,316</u>

**SMITHS (KIDDERMINSTER) LIMITED**

**NOTES**

**30TH SEPTEMBER 2015**

	<b><u>2015</u></b>	<b><u>2014</u></b>
5. <b><u>Interest Payable/(Receivable)</u></b>	<b><u>£</u></b>	<b><u>£</u></b>
On Bank Loans repayable between one and three years	<b><u>6,721</u></b>	<b><u>7,861</u></b>
6. <b><u>Dividends</u></b>		
Ordinary Shares of £1 each - paid	<b><u>28,606</u></b>	<b><u>-</u></b>
7. <b><u>Particulars of Directors and Employees</u></b>	<b><u>£</u></b>	<b><u>£</u></b>
Directors Emoluments:		
Salaries	<b><u>3,078</u></b>	<b><u>7,826</u></b>
Other Employees Costs during the Year:-		
Wages and Salaries	<b><u>-</u></b>	<b><u>-</u></b>
Social Security Costs	<b><u>-</u></b>	<b><u>-</u></b>
	<b><u>-</u></b>	<b><u>-</u></b>
Average Number of Persons Employed, including Directors:	<b><u>Number</u></b>	<b><u>Number</u></b>
Selling and Distribution	<b><u>2</u></b>	<b><u>2</u></b>
8. <b><u>Stocks and Work in Progress</u></b>	<b><u>£</u></b>	<b><u>£</u></b>
Materials, Consumables, Work in Progress and Vehicles for Resale	<b><u>620,966</u></b>	<b><u>638,016</u></b>

SMITHS (KIDDERMINSTER) LIMITED

NOTES

30TH SEPTEMBER 2015

	<u>2015</u>	<u>2014</u>
9. <u>Debtors</u>	<u>£</u>	<u>£</u>
Trade Debtors	-	-
Prepayments and Accrued Income	<u>800</u>	<u>1,050</u>
	<u>800</u>	<u>1,050</u>
10. <u>Creditors: Amounts due within one year</u>	<u>£</u>	<u>£</u>
Trade Creditors	2,387	4,033
Accruals	2,425	2,675
Other Taxes and Social Security Costs	281	3,169
Corporation Tax	4,066	4,316
Bank Loans	149,540	159,257
Directors Loan	<u>420,490</u>	<u>418,951</u>
	<u>579,189</u>	<u>592,401</u>
The Bank Loans and Overdrafts are secured by the Directors personal guarantee and a first legal charge over freehold land at Tame Rise, Oldbury.		
11. <u>Share Capital</u>	<u>£</u>	<u>£</u>
Ordinary Shares of £1 each:-		
Issued and Fully Paid	<u>1</u>	<u>1</u>

SMITHS (KIDDERMINSTER) LIMITED

TRADING AND PROFIT AND LOSS ACCOUNT  
FOR THE  
YEAR ENDED 30TH SEPTEMBER 2015

	<u>2015</u>	<u>2014</u>
	<u>£</u>	<u>£</u>
<u>SALES</u>		
Vehicles for Resale	216,644	308,309
Rents Receivable	<u>37,575</u>	<u>35,215</u>
	<u>254,219</u>	<u>343,524</u>
<u>COST OF SALES</u>		
Purchases and Buying Expenses	170,508	259,313
Rates and Water	379	-
Property Repairs	3,837	1,801
Selling Expenses and Advertising	<u>7,274</u>	<u>4,807</u>
	181,998	265,921
Stock and Work in Progress Movement	<u>17,050</u>	<u>16,350</u>
	<u>199,048</u>	<u>282,271</u>
<u>GROSS PROFIT</u>	<u>55,171</u>	<u>61,253</u>
<u>EXPENSES</u>		
Rent	6,000	6,000
Directors Salaries and NIC	3,078	7,826
Het and Light	320	550
Insurances	2,050	2,193
Motor and Travelling Expenses	6,344	6,511
Postage and Stationery	114	33
Telephone	1,186	1,755
Bank Charges	2,379	445
Accountancy Fees	1,765	1,725
Professional Fees	4,448	4,562
Sundry Trade	<u>434</u>	<u>209</u>
<u>TOTAL EXPENSES</u>	<u>28,118</u>	<u>31,809</u>
<u>OPERATING PROFIT FOR THE YEAR</u>	27,053	29,444
Interest Payable/(Receivable)	<u>6,721</u>	<u>7,861</u>
<u>NET PROFIT FOR THE YEAR</u>	<u>20,332</u>	<u>21,583</u>