

Tyretrax Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 August 2018

Tyretrax Limited

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Tyretrax Limited

Company Information

Directors	D A Reynolds Mrs J Reynolds
Registered office	275 Portland Road South Norwood London SE25 4XB

Tyretrax Limited
(Registration number: 06298970)
Balance Sheet as at 31 August 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	<u>5</u>	41,332	13,574
Current assets			
Stocks	<u>6</u>	24,445	23,045
Debtors	<u>7</u>	62,591	64,104
Cash at bank and in hand		34,070	53,110
		121,106	140,259
Creditors: Amounts falling due within one year	<u>8</u>	(112,216)	(91,114)
Net current assets		8,890	49,145
Total assets less current liabilities		50,222	62,719
Provisions for liabilities		(7,591)	(2,260)
Net assets		42,631	60,459
Capital and reserves			
Called up share capital	<u>9</u>	2	2
Profit and loss account		42,629	60,457
Total equity		42,631	60,459

For the financial year ending 31 August 2018 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.

The notes on pages 4 to 9 form an integral part of these financial statements.

Tyretrax Limited

(Registration number: 06298970)
Balance Sheet as at 31 August 2018

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 3 May 2019 and signed on its behalf by:

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D A Reynolds
Director

The notes on pages 4 to 9 form an integral part of these financial statements.
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Tyretrax Limited

Notes to the Financial Statements for the Year Ended 31 August 2018

1 General information

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

The address of its registered office is:

275 Portland Road
South Norwood
London
SE25 4XB

These financial statements were authorised for issue by the Board on 3 May 2019.

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.

Tax

The tax expense for the period comprises current and deferred 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.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the statement of financial position 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.

Tyretrax Limited

Notes to the Financial Statements for the Year Ended 31 August 2018

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 and machinery	15% straight line per annum
Motor vehicles	25% reducing balance per annum
Office equipment	20% straight line per annum

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	Over 10 years

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.

Tyretrax Limited

Notes to the Financial Statements for the Year Ended 31 August 2018

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.

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 10 (2017 - 9).

Tyretrax Limited

Notes to the Financial Statements for the Year Ended 31 August 2018

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 September 2017	130,000	130,000
At 31 August 2018	130,000	130,000
Amortisation		
At 1 September 2017	130,000	130,000
At 31 August 2018	130,000	130,000
Carrying amount		
At 31 August 2018	-	-

Revalued assets for the period ended 31 August 2017

5 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Other tangible assets £	Total £
Cost or valuation				
At 1 September 2017	9,257	29,320	23,792	62,369
Additions	3,981	15,959	19,450	39,390
At 31 August 2018	13,238	45,279	43,242	101,759
Depreciation				
At 1 September 2017	8,461	26,061	14,273	48,795
Charge for the year	1,592	4,804	5,236	11,632
At 31 August 2018	10,053	30,865	19,509	60,427
Carrying amount				
At 31 August 2018	3,185	14,414	23,733	41,332
At 31 August 2017	796	3,259	9,519	13,574

6 Stocks

	2018 £	2017 £
Other inventories	24,445	23,045

Tyretrax Limited

Notes to the Financial Statements for the Year Ended 31 August 2018

7 Debtors

	2018 £	2017 £
Trade debtors	58,354	51,320
Prepayments	4,237	6,630
Other debtors	-	6,154
	<u>62,591</u>	<u>64,104</u>

8 Creditors

Creditors: amounts falling due within one year

	2018 £	2017 £
Due within one year		
Trade creditors	93,577	62,283
Taxation and social security	13,604	9,498
Accruals and deferred income	1,750	1,750
Other creditors	3,285	17,583
	<u>112,216</u>	<u>91,114</u>

9 Share capital

Allotted, called up and fully paid shares

	2018		2017	
	No.	£	No.	£
Ordinary shares of £1 each	2	2	2	2

Tyretrax Limited

Notes to the Financial Statements for the Year Ended 31 August 2018

10 Related party transactions

Transactions with directors

	At 1 September 2017 £	Advances to directors £	Repayments by director £	At 31 August 2018 £
2018				
D A Reynolds				
Director's loan account	6,153	-	(6,542)	(389)
M A Reynolds				
Director's loan account	(124)	124	-	-

	At 1 August 2016 £	Repayments by director £	At 31 August 2017 £
2017			
D A Reynolds			
Director's loan account	6,338	(185)	6,153
M A Reynolds			
Director's loan account	61	(185)	(124)

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.