

MAC Tracks Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 31 March 2018
Registration number: 06444166

MAC Tracks Ltd

Contents

Company Information	<u>1</u>
Balance Sheet	<u>2</u> to <u>3</u>
Notes to the Financial Statements	<u>4</u> to <u>10</u>

MAC Tracks Ltd

Company Information

Directors Mr A Luscombe
Mr C J Luscombe
Mr M D Luscombe

Registered office 18 Newport Street
Tiverton
Devon
EX16 6NL

Accountants Paul Steele Limited
18 Newport Street
Tiverton
Devon
EX16 6NL

MAC Tracks Ltd

(Registration number: 06444166) Balance Sheet as at 31 March 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	<u>4</u>	<u>314,206</u>	<u>319,557</u>
Current assets			
Stocks	<u>5</u>	381,540	286,600
Debtors	<u>6</u>	<u>73,857</u>	<u>46,638</u>
		455,397	333,238
Creditors: Amounts falling due within one year	<u>7</u>	<u>(311,530)</u>	<u>(214,347)</u>
Net current assets		<u>143,867</u>	<u>118,891</u>
Total assets less current liabilities		458,073	438,448
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>(221,221)</u>	<u>(263,685)</u>
Provisions for liabilities		<u>(29,299)</u>	<u>(22,410)</u>
Net assets		<u>207,553</u>	<u>152,353</u>
Capital and reserves			
Called up share capital	<u>8</u>	3	3
Profit and loss account		<u>207,550</u>	<u>152,350</u>
Total equity		<u>207,553</u>	<u>152,353</u>

For the financial year ending 31 March 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.

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

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.

The notes on pages 4 to 10 form an integral part of these financial statements.

MAC Tracks Ltd

(Registration number: 06444166)
Balance Sheet as at 31 March 2018

Approved and authorised by the Board on 28 August 2018 and signed on its behalf by:

.....

Mr A Luscombe
Director

.....

Mr C J Luscombe
Director

The notes on pages 4 to 10 form an integral part of these financial statements.

MAC Tracks Ltd

Notes to the Financial Statements for the Year Ended 31 March 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:

18 Newport Street
Tiverton
Devon
EX16 6NL
England

These financial statements were authorised for issue by the Board on 28 August 2018.

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 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.

MAC Tracks Ltd

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

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.

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	25% reducing balance

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

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.

MAC Tracks Ltd

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

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 1 (2017 - 1).

MAC Tracks Ltd

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

4 Tangible assets

	Land and buildings £	Other tangible assets £	Total £
Cost or valuation			
At 1 April 2017	160,000	251,583	411,583
Additions	-	66,950	66,950
Disposals	-	(143,070)	(143,070)
At 31 March 2018	160,000	175,463	335,463
Depreciation			
At 1 April 2017	-	92,026	92,026
Charge for the year	-	12,913	12,913
Eliminated on disposal	-	(83,682)	(83,682)
At 31 March 2018	-	21,257	21,257
Carrying amount			
At 31 March 2018	160,000	154,206	314,206
At 31 March 2017	160,000	159,557	319,557

Included within the net book value of land and buildings above is £160,000 (2017 - £160,000) in respect of freehold land and buildings.

5 Stocks

	2018 £	2017 £
Other inventories	381,540	286,600

6 Debtors

	2018 £	2017 £
Trade debtors	63,546	40,430
Other debtors	10,311	6,208
	73,857	46,638

MAC Tracks Ltd

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

7 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Bank loans and overdrafts	9	113,895	74,758
Trade creditors		89,753	135,049
Taxation and social security		1,173	569
Other creditors		106,709	3,971
		<u>311,530</u>	<u>214,347</u>

Creditors: amounts falling due after more than one year

	Note	2018 £	2017 £
Due after one year			
Loans and borrowings	9	<u>221,221</u>	<u>263,685</u>

8 Share capital

Allotted, called up and fully paid shares

	2018		2017	
	No.	£	No.	£
Ordinary shares of £1 each	3	3	3	3

9 Loans and borrowings

	2018 £	2017 £
Non-current loans and borrowings		
Bank borrowings	71,260	76,080
Finance lease liabilities	41,343	70,657
Other borrowings	<u>108,618</u>	<u>116,948</u>
	<u>221,221</u>	<u>263,685</u>

MAC Tracks Ltd

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

	2018 £	2017 £
Current loans and borrowings		
Bank borrowings	5,054	5,113
Bank overdrafts	38,992	21,246
Finance lease liabilities	41,147	38,747
Other borrowings	28,702	9,652
	<u>113,895</u>	<u>74,758</u>

Bank borrowings

Lloyds Loan is denominated in £GBP with a nominal interest rate of 4%, and the final instalment is due on 16 December 2029. The carrying amount at year end is £76,314 (2017 - £81,193).

The loan is secured on the yard, which is owned by the company.

Other borrowings

Funding Circle Loan is denominated in £GBP with a nominal interest rate of 6.5%, and the final instalment is due on 8 December 2022. The carrying amount at year end is £137,319 (2017 - £41,600).

No security pledged.

10 Dividends

Interim dividends paid

	2018 £	2017 £
Interim dividend of £5,000.00 per each Ordinary shares	5,000	5,000
	<u>5,000</u>	<u>5,000</u>

11 Related party transactions

Directors' remuneration

The directors' remuneration for the year was as follows:

	2018 £	2017 £
Remuneration	28,461	26,076
	<u>28,461</u>	<u>26,076</u>

MAC Tracks Ltd

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

Summary of transactions with entities with joint control or significant interest

Devon Plant Services Limited
(a company in which C J Luscombe is a director and significant shareholder)

Income and receivables from related parties

	Entities with joint control or significant influence £
2018	
Sale of goods	153,978
	<hr/>
2017	£
Sale of goods	164,778
	<hr/>

Expenditure with and payables to related parties

	Entities with joint control or significant influence £
2018	
Purchase of goods	141,675
	<hr/>
2017	£
Purchase of goods	164,502
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Loans from related parties

	Entities with joint control or significant influence £
2018	
At start of period	19,666
Advanced	328,179
Repaid	(345,449)
	<hr/>
At end of period	2,396
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2017	£
At start of period	25,348
Advanced	373,450
Repaid	(379,132)
	<hr/>
At end of period	19,666
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