

THE VELOCETTE MOTOR CYCLE COMPANY LTD
ABBREVIATED UNAUDITED ACCOUNTS
FOR THE YEAR ENDED 31 JANUARY 2016

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FOR THE YEAR ENDED 31 JANUARY 2016**

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THE VELOCETTE MOTOR CYCLE COMPANY LTD

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 JANUARY 2016**

DIRECTORS:

Mr David Holder
Mrs Susan Holder

REGISTERED OFFICE:

Meriden Works
Birmingham Road
Millisons Wood
Coventry
West Midlands
CV5 9AZ

REGISTERED NUMBER:

07405259 (England and Wales)

ACCOUNTANTS:

Burrows Scarborough
Sovereign House
12 Warwick Street
Coventry
West Midlands
CV5 6ET

BANKERS:

Barclays Bank Plc
Mill Lane
Solihull
West Midlands
B91 3AR

ABBREVIATED BALANCE SHEET
31 JANUARY 2016

	Notes	2016 £	£	2015 £	£
FIXED ASSETS					
Intangible assets	2		618,750		776,000
Tangible assets	3		<u>56,574</u>		<u>32,702</u>
			675,324		808,702
CURRENT ASSETS					
Stocks		158,000		138,322	
Debtors		283,184		333,055	
Cash at bank		<u>380,263</u>		<u>362,299</u>	
		821,447		833,676	
CREDITORS					
Amounts falling due within one year		<u>195,267</u>		<u>266,011</u>	
NET CURRENT ASSETS			626,180		567,665
TOTAL ASSETS LESS CURRENT LIABILITIES			1,301,504		1,376,367
CREDITORS					
Amounts falling due after more than one year			(225,337)		(372,258)
PROVISIONS FOR LIABILITIES			(9,608)		(5,192)
NET ASSETS			<u>1,066,559</u>		<u>998,917</u>
CAPITAL AND RESERVES					
Called up share capital	4		200		200
Profit and loss account			<u>1,066,359</u>		<u>998,717</u>
SHAREHOLDERS' FUNDS			<u>1,066,559</u>		<u>998,917</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 January 2016.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 January 2016 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 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.
- (b)

ABBREVIATED BALANCE SHEET - continued
31 JANUARY 2016

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 6 July 2016 and were signed on its behalf by:

Mr David Holder - Director

Mrs Susan Holder - Director

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 JANUARY 2016**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Turnover

Turnover represents invoiced sales of goods and services, excluding value added tax.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2011, is being amortised evenly over its estimated useful life of twenty years.

Goodwill is considered to be a long life asset by reference to the nature of the trading activities and the demand and market for vintage motorcycle products and the company's profitability maintained and increased indicating there is no short term impairment.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc - 33% on cost and 25% on 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.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted at the balance sheet date.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

2. INTANGIBLE FIXED ASSETS

	Total £
COST	
At 1 February 2015	970,000
Adjustment	(145,000)
At 31 January 2016	<u>825,000</u>
AMORTISATION	
At 1 February 2015	194,000
Amortisation for year	12,250
At 31 January 2016	<u>206,250</u>
NET BOOK VALUE	
At 31 January 2016	<u>618,750</u>
At 31 January 2015	<u>776,000</u>

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 JANUARY 2016

3. TANGIBLE FIXED ASSETS

	Total £
COST	
At 1 February 2015	92,464
Additions	37,033
At 31 January 2016	<u>129,497</u>
DEPRECIATION	
At 1 February 2015	59,762
Charge for year	13,161
At 31 January 2016	<u>72,923</u>
NET BOOK VALUE	
At 31 January 2016	<u>56,574</u>
At 31 January 2015	<u>32,702</u>

4. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal value:	2016 £	2015 £
Number:	Class:			
100	Ordinary	£1.00	100	100
100	'A' Ordinary	£1.00	100	100
			<u>200</u>	<u>200</u>

The rights of the 'A' Shares are as follows:-

Voting: The 'A' Shares will not be entitled to receive notice of, or attend or vote at any general meeting of the company.

Participation: In the event of winding-up, sales, or other return on capital in the company, the holders of the 'A' shares will be entitled to receive payment of the capital paid up on such shares together with the holders of any other class of shares in issue (as if they constituted one class of shares).

Following the repayment of all paid up share capital to all shareholders entitled to receive repayment of the capital paid upon their shares, the 'A' shares shall not confer the right to any further or other participation in the profits or assets of the company.

Dividend: A Dividend may be paid in respect of this class of share to the exclusion of any other class of share currently in issue. Where a dividend is declared in respect of all classes of share the company may by ordinary resolution differentiate between this and any or all other classes as to the amount or percentage of dividend payable, but by default the shares in this class shall be deemed to rank pari passu with any other share class currently in issue, unless the rights attached to such other class specify otherwise.

Redemption: The 'A' Shares redeemable shares and may be redeemed at the option of the company upon the delivery of seven days' written notice. There shall be paid to the shareholder on each of their shares to be redeemed to the value of GBP 1.00.

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.