

Richards Cars Limited

trading as Andrew Richards Cars

Annual Report and Unaudited Financial Statements
for the Year Ended 31 May 2020

Richards Cars Limited
trading as Andrew Richards Cars

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Richards Cars Limited
trading as Andrew Richards Cars

Company Information

Directors	Mrs E C Richards Mr H D Richards Mr A N Richards
Registered office	Grouts Farm Kelvedon Road Tolleshunt D'arcy Maldon Essex CM9 8EL
Accountants	Lambert Chapman LLP 3 Warners Mill Silks Way Braintree Essex CM7 3GB

**Chartered Accountants' Report to the Board of Directors on the Preparation of the Unaudited
Statutory Accounts of
Richards Cars Limited
trading as Andrew Richards Cars
for the Year Ended 31 May 2020**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Richards Cars Limited for the year ended 31 May 2020 as set out on pages 3 to 8 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/regulation>.

This report is made solely to the Board of Directors of Richards Cars Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Richards Cars Limited and state those matters that we have agreed to state to the Board of Directors of Richards Cars Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Richards Cars Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Richards Cars Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Richards Cars Limited. You consider that Richards Cars Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Richards Cars Limited. 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 on the statutory accounts.

Lambert Chapman LLP
3 Warners Mill
Silks Way
Braintree
Essex
CM7 3GB

10 December 2020

Richards Cars Limited
trading as Andrew Richards Cars

(Registration number: 08464658)

Balance Sheet as at 31 May 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	<u>5</u>	13,087	-
Current assets			
Stocks		403,120	262,297
Debtors	<u>6</u>	31,338	20,376
Cash at bank and in hand		71,408	17,664
		505,866	300,337
Creditors: Amounts falling due within one year	<u>7</u>	(394,626)	(252,909)
Net current assets		111,240	47,428
Total assets less current liabilities		124,327	47,428
Creditors: Amounts falling due after more than one year	<u>7</u>	(48,982)	-
Net assets		75,345	47,428
Capital and reserves			
Called up share capital	<u>8</u>	100	100
Profit and loss account		75,245	47,328
Shareholders' funds		75,345	47,428

For the financial year ending 31 May 2020 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 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 8 December 2020 and signed on its behalf by:

Richards Cars Limited
trading as Andrew Richards Cars

(Registration number: 08464658)
Balance Sheet as at 31 May 2020

Mr A N Richards
Director

Richards Cars Limited
trading as Andrew Richards Cars

Notes to the Unaudited Financial Statements for the Year Ended 31 May 2020

1 General information

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

The address of its registered office is: Grouts Farm, Kelvedon Road, Tolleshunt D'arcy, Maldon, Essex, CM9 8EL.

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.

These financial statements are presented in Sterling (£), which is the company's functional currency.

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 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.

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Plant and machinery	Straight line over 3 years
Office equipment	Straight line over 3 years
Motor vehicles	25% reducing balance

Goodwill

Positive goodwill is capitalised, classified as an asset on the balance sheet and amortised on a straight line basis over its useful economic life. It is reviewed for impairment at the end of the first full financial year following the acquisition and in other periods if events or changes in circumstances indicate that the carrying value may not be recoverable.

Richards Cars Limited
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Notes to the Unaudited Financial Statements for the Year Ended 31 May 2020

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	Straight line over 5 years

Stocks

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

Share capital

Ordinary shares are classified as equity.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 4 (2019 - 4).

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Notes to the Unaudited Financial Statements for the Year Ended 31 May 2020

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 June 2019	15,000	15,000
At 31 May 2020	15,000	15,000
Amortisation		
At 1 June 2019	15,000	15,000
At 31 May 2020	15,000	15,000
Carrying amount		
At 31 May 2020	-	-

5 Tangible assets

	Office equipment £	Motor vehicles £	Other tangible assets £	Total £
Cost or valuation				
At 1 June 2019	193	-	73	266
Additions	-	17,450	-	17,450
At 31 May 2020	193	17,450	73	17,716
Depreciation				
At 1 June 2019	193	-	73	266
Charge for the year	-	4,363	-	4,363
At 31 May 2020	193	4,363	73	4,629
Carrying amount				
At 31 May 2020	-	13,087	-	13,087

6 Debtors

	2020 £	2019 £
Trade debtors	26,130	19,165
Other debtors	4,603	-
Prepayments and accrued income	605	1,211

Total current trade and other debtors

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31,338

20,376

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Notes to the Unaudited Financial Statements for the Year Ended 31 May 2020

7 Creditors

Creditors: amounts falling due within one year

	Note	2020 £	2019 £
Due within one year			
Loans and borrowing		5,541	-
Trade creditors		61,162	7,232
Social security and other taxes		-	13,489
Directors loan		237,092	226,992
Other creditors		82,085	-
Corporation tax		7,046	3,646
Accruals and deferred income		1,700	1,550
		<u>394,626</u>	<u>252,909</u>
Due after one year			
Loans and borrowings		<u>48,982</u>	<u>-</u>

8 Share capital

Allotted, called up and fully paid shares

	2020 No.	£	2019 No.	£
Ordinary shares of £1 each	100	100	100	100

Braintree

This document was delivered using electronic communications and authenticated in accordance with the
Essex
Company's rules relating to electronic form, authentication and manner of delivery under section 1072 of
the Companies Act 2006.