

UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021
FOR
THE MOTORCYCLE WORKS CAMBRIDGE LTD

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	4

THE MOTORCYCLE WORKS CAMBRIDGE LTD

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2021**

DIRECTOR: E C Upward

REGISTERED OFFICE: Unit 6 Creake Business Park
South Creake
Fakenham
Norfolk
NR21 9JB

REGISTERED NUMBER: 08570765 (England and Wales)

ACCOUNTANTS: Thompson Taraz Rand Ltd
Chartered Accountants
10 Jesus Lane
Cambridge
Cambridgeshire
CB5 8BA

BALANCE SHEET
31 DECEMBER 2021

	Notes	2021 £	2020 £
FIXED ASSETS			
Intangible assets	5	-	700
Tangible assets	6	<u>51,187</u>	<u>33,613</u>
		<u>51,187</u>	<u>34,313</u>
CURRENT ASSETS			
Stocks		103,873	93,999
Debtors	7	4,100	14,173
Cash at bank and in hand		<u>28,206</u>	<u>54,224</u>
		<u>136,179</u>	<u>162,396</u>
CREDITORS			
Amounts falling due within one year	8	<u>(105,223)</u>	<u>(106,356)</u>
NET CURRENT ASSETS		<u>30,956</u>	<u>56,040</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>82,143</u>	<u>90,353</u>
CREDITORS			
Amounts falling due after more than one year	9	(50,092)	(43,778)
PROVISIONS FOR LIABILITIES		<u>(9,725)</u>	<u>(6,519)</u>
NET ASSETS		<u><u>22,326</u></u>	<u><u>40,056</u></u>

The notes form part of these financial statements

BALANCE SHEET - continued
31 DECEMBER 2021

	Notes	2021 £	2020 £
CAPITAL AND RESERVES			
Called up share capital	12	100	100
Share premium		2,995	2,995
Retained earnings		19,231	36,961
SHAREHOLDERS' FUNDS		22,326	40,056

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2021 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) 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.

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Profit and loss account has not been delivered.

The financial statements were approved by the director and authorised for issue on 10 August 2022 and were signed by:

E C Upward - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

1. **STATUTORY INFORMATION**

The Motorcycle Works Cambridge Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. **STATEMENT OF COMPLIANCE**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006.

3. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents the net sale, servicing and repairs of motorcycles, excluding value added tax.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Website development costs are being amortised evenly over its estimated useful life of 5 years.

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 - 25% on reducing balance

Computer equipment - Straight line over 5 years

Motor vehicles - 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.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and loss account, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

3. ACCOUNTING POLICIES - continued**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

4. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 4 (2020 - 3) .

5. INTANGIBLE FIXED ASSETS

	Computer software £
COST	
At 1 January 2021	
and 31 December 2021	<u>6,999</u>
AMORTISATION	
At 1 January 2021	6,299
Amortisation for year	700
At 31 December 2021	<u>6,999</u>
NET BOOK VALUE	
At 31 December 2021	<u>-</u>
At 31 December 2020	<u>700</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

6. TANGIBLE FIXED ASSETS

	Plant and machinery £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 January 2021	21,529	63,131	1,674	86,334
Additions	2,930	26,895	-	29,825
Disposals	-	(12,893)	-	(12,893)
At 31 December 2021	<u>24,459</u>	<u>77,133</u>	<u>1,674</u>	<u>103,266</u>
DEPRECIATION				
At 1 January 2021	16,486	34,829	1,406	52,721
Charge for year	1,994	10,190	67	12,251
Eliminated on disposal	-	(12,893)	-	(12,893)
At 31 December 2021	<u>18,480</u>	<u>32,126</u>	<u>1,473</u>	<u>52,079</u>
NET BOOK VALUE				
At 31 December 2021	<u>5,979</u>	<u>45,007</u>	<u>201</u>	<u>51,187</u>
At 31 December 2020	<u>5,043</u>	<u>28,302</u>	<u>268</u>	<u>33,613</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
At 1 January 2021	36,883
Additions	26,895
Disposals	(12,893)
At 31 December 2021	<u>50,885</u>
DEPRECIATION	
At 1 January 2021	25,307
Charge for year	6,009
Eliminated on disposal	(12,893)
At 31 December 2021	<u>18,423</u>
NET BOOK VALUE	
At 31 December 2021	<u>32,462</u>
At 31 December 2020	<u>11,576</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

7. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2021	2020
	£	£
Trade debtors	1,075	1,600
Other debtors	3,025	12,573
	<u>4,100</u>	<u>14,173</u>

8. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2021	2020
	£	£
Bank loans and overdrafts	11,160	10,000
Hire purchase contracts (see note 10)	7,595	3,970
Trade creditors	10,691	31,355
Taxation and social security	5,354	3,541
Other creditors	70,423	57,490
	<u>105,223</u>	<u>106,356</u>

9. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2021	2020
	£	£
Bank loans	33,007	40,000
Hire purchase contracts (see note 10)	17,085	3,778
	<u>50,092</u>	<u>43,778</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

10. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2021	2020
	£	£
Gross obligations repayable:		
Within one year	8,919	3,970
Between one and five years	19,191	3,778
	<u>28,110</u>	<u>7,748</u>
Finance charges repayable:		
Within one year	1,324	-
Between one and five years	2,106	-
	<u>3,430</u>	<u>-</u>
Net obligations repayable:		
Within one year	7,595	3,970
Between one and five years	17,085	3,778
	<u>24,680</u>	<u>7,748</u>
	Non-cancellable operating leases	
	2021	2020
	£	£
Within one year	13,120	33,000
Between one and five years	26,240	33,000
	<u>39,360</u>	<u>66,000</u>

11. SECURED DEBTS

The following secured debts are included within creditors:

	2021	2020
	£	£
Hire purchase contracts	<u>24,680</u>	<u>7,748</u>

Liabilities held under hire purchase agreements are secured against the asset to which they relate.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

12. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2021 £	2020 £
95	Ordinary	£1	95	95
5	Ordinary A class	£1	5	5
			<u>100</u>	<u>100</u>

13. DIRECTOR'S ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 31 December 2021 and 31 December 2020:

	2021 £	2020 £
E C Upward		
Balance outstanding at start of year	-	-
Amounts advanced	-	7,840
Amounts repaid	-	(7,840)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>-</u>	<u>-</u>

14. RELATED PARTY DISCLOSURES

The director was owed £21,258 (2020: £7,691) at the year end. The amount bears no interest, is repayable on demand and is disclosed in other creditors.

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.