

Company registration number SC107301 (Scotland)

BURNSIDE MOTORS (FIFE) LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023
PAGES FOR FILING WITH REGISTRAR

BURNSIDE MOTORS (FIFE) LIMITED

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BURNSIDE MOTORS (FIFE) LIMITED

Report To The Directors On The Preparation Of The Unaudited Statutory Accounts Of Burnside Motors (Fife) Limited

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Burnside Motors (Fife) Limited for the year ended 31 March 2023 which comprise, the statement of financial position and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the ICAS we are subject to its ethical and other professional requirements which are detailed at <https://icas.com/icas-framework-preparation-of-accounts>

This report is made solely to the Board of Directors of Burnside Motors (Fife) Limited, as a body, in accordance with the terms of our engagement letter dated 31 May 2021. Our work has been undertaken solely to prepare for your approval the financial statements of Burnside Motors (Fife) Limited and state those matters that we have agreed to state to the Board of Directors of Burnside Motors (Fife) Limited, as a body, in this report in accordance with the requirements of the ICAS as detailed at <https://icas.com/icas-framework-preparation-of-accounts>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Burnside Motors (Fife) Limited and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that Burnside Motors (Fife) Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Burnside Motors (Fife) Limited. You consider that Burnside Motors (Fife) 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 financial statements of Burnside Motors (Fife) 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 financial statements.

Condle & Co Limited

13 December 2023

Chartered Accountants

10 Abbey Park Place
Dunfermline
Fife
KY12 7NZ

BURNSIDE MOTORS (FIFE) LIMITED

Statement Of Financial Position

As At 31 March 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	4		450,882		450,310
Current assets					
Stocks		234,104		215,534	
Debtors	5	17,770		3,581	
Cash at bank and in hand		90,389		99,285	
		<u>342,263</u>		<u>318,400</u>	
Creditors: amounts falling due within one year	6	<u>(119,730)</u>		<u>(159,184)</u>	
Net current assets			<u>222,533</u>		<u>159,216</u>
Total assets less current liabilities			<u>673,415</u>		<u>609,526</u>
Provisions for liabilities			<u>(38,848)</u>		<u>(38,740)</u>
Net assets			<u><u>634,567</u></u>		<u><u>570,786</u></u>
Capital and reserves					
Called up share capital		189,000		189,000	
Revaluation reserve	8	424,948		424,948	
Profit and loss reserves		20,619		(43,162)	
Total equity			<u><u>634,567</u></u>		<u><u>570,786</u></u>

The directors of the company have elected not to include a copy of the income statement within the financial statements.

For the financial year ended 31 March 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the board of directors and authorised for issue on 13 December 2023 and are signed on its behalf by:

Mr J J Murphy

Director

Company Registration No. SC107301

BURNSIDE MOTORS (FIFE) LIMITED

Notes To The Financial Statements

For The Year Ended 31 March 2023

1 Accounting policies

Company information

Burnside Motors (Fife) Limited is a private company limited by shares incorporated in Scotland. The registered office is West Nethertown Street, Dunfermline, Fife, KY12 7PN.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies' regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of land and buildings. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

1.3 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Heritable land and buildings	Nil
Fixtures, fittings and equipment	15% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.4 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

BURNSIDE MOTORS (FIFE) LIMITED

Notes To The Financial Statements (Continued)

For The Year Ended 31 March 2023

1 Accounting policies

(Continued)

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.5 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.6 Cash at bank and in hand

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.7 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's statement of financial position when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

BURNSIDE MOTORS (FIFE) LIMITED

Notes To The Financial Statements (Continued)

For The Year Ended 31 March 2023

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.8 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recognised in profit or loss immediately, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk.

1.9 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the income statement, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.10 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

BURNSIDE MOTORS (FIFE) LIMITED

Notes To The Financial Statements (Continued)

For The Year Ended 31 March 2023

2 Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2023 Number	2022 Number
Total	3	3

4 Tangible fixed assets

	Heritable land and buildings	Fixtures, fittings and equipment	Total
	£	£	£
Cost or valuation			
At 1 April 2022	450,000	8,244	458,244
Additions	-	681	681
At 31 March 2023	450,000	8,925	458,925
Depreciation and impairment			
At 1 April 2022	-	7,934	7,934
Depreciation charged in the year	-	109	109
At 31 March 2023	-	8,043	8,043
Carrying amount			
At 31 March 2023	450,000	882	450,882
At 31 March 2022	450,000	310	450,310

Tangible assets with a carrying amount of £450,882 (2022 - £450,4310) have been pledged to secure borrowings of the company.

Heritable land and buildings were revalued by DM Hall to £450,000 on 9 December 2019.

BURNSIDE MOTORS (FIFE) LIMITED

Notes To The Financial Statements (Continued)

For The Year Ended 31 March 2023

4 Tangible fixed assets

(Continued)

If revalued assets were stated on an historical cost basis rather than a fair value basis, the total amounts included would have been as follows:

	2023 £	2022 £
Cost	105,261	105,261
Accumulated depreciation	82,312	82,312
Carrying value	<u>187,573</u>	<u>187,573</u>
5 Debtors	2023	2022
	£	£
Amounts falling due within one year:		
Trade debtors	16,400	3,223
Other debtors	-	358
Prepayments and accrued income	1,370	-
	<u>17,770</u>	<u>3,581</u>
6 Creditors: amounts falling due within one year	2023	2022
	£	£
Trade creditors	2,082	11,417
Corporation tax	14,891	14,674
Other taxation and social security	12,361	12,782
Deferred income	-	7,130
Other creditors	84,866	107,019
Accruals and deferred income	5,530	6,162
	<u>119,730</u>	<u>159,184</u>
7 Provisions for liabilities	2023	2022
	£	£
Deferred tax liabilities	<u>38,848</u>	<u>38,740</u>

The company has granted a standard security dated 19 December 1989 and a floating charge dated 4 December 1989 in favour of Clydesdale Bank plc. A standard security dated 15 February 1988 is also held by The Royal Bank of Scotland plc.

BURNSIDE MOTORS (FIFE) LIMITED

Notes To The Financial Statements (Continued)

For The Year Ended 31 March 2023

8 Revaluation reserve

	2023 £	2022 £
At the beginning and end of the year	424,948	424,948

9 Related party transactions

The company has taken advantage of Section 1AC35 of FRS 102 whereby only material transactions which are not under the normal market conditions need to be disclosed.

10 Directors' transactions

The balance due to the director, which is included in other creditors, is interest free and repayable on demand.

Description	% Rate	Opening balance £	Amounts repaid £	Closing balance £
Mr J J Murphy	-	106,878	(23,020)	83,858
		106,878	(23,020)	83,858

The balance due to the director, which is included in other creditors, is interest free and repayable on demand.

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.