

Registration number: 01702864

CSD Friction Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 30 June 2020

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CSD Friction Limited

(Registration number: 01702864)
Balance Sheet as at 30 June 2020

	Note	2020 £	2019 £
Current assets			
Stocks	5	65,298	74,483
Debtors	6	45,364	37,972
Cash at bank and in hand		-	52
		<u>110,662</u>	<u>112,507</u>
Creditors: Amounts falling due within one year	7	<u>(176,398)</u>	<u>(106,060)</u>
Net (liabilities)/assets		<u>(65,736)</u>	<u>6,447</u>
Capital and reserves			
Called up share capital		3,750	3,750
Profit and loss account		<u>(69,486)</u>	<u>2,697</u>
Total equity		<u>(65,736)</u>	<u>6,447</u>

For the financial year ending 30 June 2020 the company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

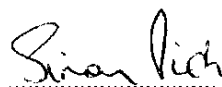
Directors' responsibilities:

- 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 22/12/20 and signed on its behalf by:



Mr S A Pick
Director

CSD Friction Limited

Notes to the Financial Statements for the Year Ended 30 June 2020

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:

Cotswold House Quarry Road

Chipping Sodbury

Bristol

BS37 6AX

England

The principal place of business is:

Barton Manor

Midland Road

St.Philips

Bristol

BS2 0RL

These financial statements were authorised for issue by the Board on 22 December 2020.

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.

Name of parent of group

These financial statements are consolidated in the financial statements of Picksons Plc.

The financial statements of Picksons Plc may be obtained from Companies House, Crown Way, Cardiff, CF14 3UZ.

Going concern

The parent company has provided a guarantee under section 479C of the Companies Act 2006 which has the effect that the parent undertaking's guarantees all outstanding liabilities to which the company is subject at the year end until they are satisfied in full.

CSD Friction Limited

Notes to the Financial Statements for the Year Ended 30 June 2020

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;
- all of the significant risks and rewards of ownership have been transferred to the customer;
- the entity retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the costs incurred or to be incurred can be measured reliably;
- 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.

Government grants

Government grants are recognised using the accrual model. Where the costs have already been incurred then the grant is credited to the profit and loss account.

Tangible assets

Tangible assets are stated in the balance sheet 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
Other property, plant and equipment	10 - 25% reducing balance

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 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.

CSD Friction Limited

Notes to the Financial Statements for the Year Ended 30 June 2020

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

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.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

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.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

CSD Friction Limited

Notes to the Financial Statements for the Year Ended 30 June 2020

3 Staff numbers

The average number of persons employed by the company (including directors) during the year was 3 (2019 - 3).

4 Tangible assets

	Other property, plant and equipment £	Total £
Cost		
At 1 July 2019	<u>60,292</u>	<u>60,292</u>
At 30 June 2020	<u>60,292</u>	<u>60,292</u>
Depreciation		
At 1 July 2019	<u>60,292</u>	<u>60,292</u>
At 30 June 2020	<u>60,292</u>	<u>60,292</u>
Carrying amount		
At 30 June 2020 and as at 30 June 2019	<u>-</u>	<u>-</u>

5 Stocks

	2020 £	2019 £
Finished goods and goods for resale	<u>65,298</u>	<u>74,483</u>

6 Debtors

	2020 £	2019 £
Trade debtors	45,364	37,472
Amounts owed by group undertakings and undertakings in which the company has a participating interest	<u>-</u>	<u>500</u>
	<u>45,364</u>	<u>37,972</u>

CSD Friction Limited

Notes to the Financial Statements for the Year Ended 30 June 2020

7 Creditors

Creditors: amounts falling due within one year

		2020 £	2019 £
	Note		
Loans and borrowings	8	22,596	13,279
Trade creditors		61,464	44,954
Amounts owed to group undertakings and undertakings in which the company has a participating interest	9	60,300	-
Taxation and social security		211	5,272
Accruals and deferred income		31,827	42,555
		<u>176,398</u>	<u>106,060</u>

8 Loans and borrowings

	2020 £	2019 £
Current loans and borrowings		
Bank overdraft	<u>22,596</u>	<u>13,279</u>

Bank borrowings

Bank overdraft is denominated in GBP with a nominal interest rate of 5% above base rate. The carrying amount at year end is £22,596 (2019 - £13,279).

The bank overdraft is secured by way of a fixed and floating charge over all assets of the company.

9 Related party transactions

Summary of transactions with parent

During the year the parent company continued to provide the company with an interest free repayable on demand loan.

Loans from related parties

	Parent £	Total £
2020		
Advanced	<u>60,300</u>	<u>60,300</u>
At end of period	<u>60,300</u>	<u>60,300</u>
2019		
At start of period	285,683	285,683
Advanced	17,998	17,998
Impairment	<u>(303,681)</u>	<u>(303,681)</u>
At end of period	<u>-</u>	<u>-</u>

CSD Friction Limited

Notes to the Financial Statements for the Year Ended 30 June 2020

10 Parent and ultimate parent undertaking

The company's immediate parent is Picksons Plc, incorporated in England and Wales.

The ultimate controlling party is Mr C A Pick.