

# Auto Spares & Salvage Limited

Annual Report and Unaudited Financial Statements  
for the Year Ended 30 April 2018

Linear Accountants Ltd  
4 Thorpe Court  
Thorpe Waterville  
Kettering  
Northamptonshire  
NN14 3ED

# **Auto Spares & Salvage Limited**

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# **Auto Spares & Salvage Limited**

## **Company Information**

**Directors** Mrs J A Austin  
Mr R M Austin  
Mrs J A Mitchell

**Company secretary** Mrs J A Austin

**Registered office** Station House  
Station Road  
Raunds  
Wellingborough  
Northamptonshire  
NN9 6BX

**Accountants** Linear Accountants Ltd  
4 Thorpe Court  
Thorpe Waterville  
Kettering  
Northamptonshire  
NN14 3ED

# Auto Spares & Salvage Limited

(Registration number: 05805031)

## Balance Sheet as at 30 April 2018

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Tangible assets	<u>5</u>	529,743	494,894
<b>Current assets</b>			
Stocks	<u>6</u>	278,159	301,650
Debtors	<u>7</u>	40,327	9,316
Cash at bank and in hand		<u>243,804</u>	<u>211,528</u>
		562,290	522,494
<b>Creditors: Amounts falling due within one year</b>	<u>8</u>	<u>(591,214)</u>	<u>(632,427)</u>
<b>Net current liabilities</b>		<u>(28,924)</u>	<u>(109,933)</u>
<b>Total assets less current liabilities</b>		500,819	384,961
<b>Provisions for liabilities</b>		<u>(24,900)</u>	<u>(32,500)</u>
<b>Net assets</b>		<u>475,919</u>	<u>352,461</u>
<b>Capital and reserves</b>			
Called up share capital		200,100	200,100
Profit and loss account		<u>275,819</u>	<u>152,361</u>
<b>Total equity</b>		<u>475,919</u>	<u>352,461</u>

For the financial year ending 30 April 2018 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.

The notes on pages 4 to 8 form an integral part of these financial statements.

**Auto Spares & Salvage Limited**

**(Registration number: 05805031)**

**Balance Sheet as at 30 April 2018**

Approved and authorised by the Board on 20 September 2018 and signed on its behalf by:

.....

Mr R M Austin

Director

The notes on pages 4 to 8 form an integral part of these financial statements.  
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# **Auto Spares & Salvage Limited**

## **Notes to the Financial Statements for the Year Ended 30 April 2018**

### **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:

Station House  
Station Road  
Raunds  
Wellingborough  
Northamptonshire  
NN9 6BX

### **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.

#### **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 sales/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.

#### **Tax**

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred income tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

# **Auto Spares & Salvage Limited**

## **Notes to the Financial Statements for the Year Ended 30 April 2018**

### **Tangible assets**

Tangible assets are stated in the statement of financial position 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:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Plant and machinery	20% on reducing balance
Office equipment	15% on reducing balance
Motor vehicles	25% on reducing balance
Buildings	5% straight line

### **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 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.

### **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 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.

# **Auto Spares & Salvage Limited**

## **Notes to the Financial Statements for the Year Ended 30 April 2018**

### **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.

### **Dividends**

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

### **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.

### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 25 (2017 - 23).

### **4 Profit before tax**

Arrived at after charging/(crediting)

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Depreciation expense	<u>87,405</u>	<u>69,879</u>



# Auto Spares & Salvage Limited

## Notes to the Financial Statements for the Year Ended 30 April 2018

### 5 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Other property, plant and equipment £
<b>Cost or valuation</b>				
At 1 May 2017	404,225	92,640	218,954	512,619
Additions	-	23,604	88,371	11,116
Disposals	-	-	(5,511)	-
At 30 April 2018	404,225	116,244	301,814	523,735
<b>Depreciation</b>				
At 1 May 2017	110,188	50,363	180,943	392,048
Charge for the year	20,211	9,882	31,386	25,926
Eliminated on disposal	-	-	(4,672)	-
At 30 April 2018	130,399	60,245	207,657	417,974
<b>Carrying amount</b>				
At 30 April 2018	273,826	55,999	94,157	105,761
At 30 April 2017	294,037	42,275	38,011	120,571
				<b>Total £</b>
<b>Cost or valuation</b>				
At 1 May 2017				1,228,438
Additions				123,091
Disposals				(5,511)
At 30 April 2018				1,346,018
<b>Depreciation</b>				
At 1 May 2017				733,542
Charge for the year				87,405
Eliminated on disposal				(4,672)
At 30 April 2018				816,275
<b>Carrying amount</b>				
At 30 April 2018				529,743
At 30 April 2017				494,894

# Auto Spares & Salvage Limited

## Notes to the Financial Statements for the Year Ended 30 April 2018

Included within the net book value of land and buildings above is £273,826 (2017 - £294,037) in respect of freehold land and buildings.

### 6 Stocks

	2018 £	2017 £
Other inventories	278,159	301,650

### 7 Debtors

	2018 £	2017 £
Trade debtors	36,161	5,150
Other debtors	4,166	4,166
Total current trade and other debtors	40,327	9,316

### 8 Creditors

	Note	2018 £	2017 £
<b>Due within one year</b>			
Trade creditors		136,935	104,072
Taxation and social security		40,385	59,069
Other creditors		413,894	469,286
		591,214	632,427

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.