

REGISTERED NUMBER: 07651978 (England and Wales)

AUDITED FINANCIAL STATEMENTS
FOR THE PERIOD 1 OCTOBER 2022 TO 31 MAY 2023
FOR
THE REPLACE BASE LIMITED

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FOR THE PERIOD 1 OCTOBER 2022 TO 31 MAY 2023**

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THE REPLACE BASE LIMITED

COMPANY INFORMATION FOR THE PERIOD 1 OCTOBER 2022 TO 31 MAY 2023

DIRECTORS:

J E McBrien
P J McBrien
N D Hilliard
S O Garner

REGISTERED OFFICE:

2 Prince Georges Road
Colliers Wood
London
SW19 2PX

REGISTERED NUMBER:

07651978 (England and Wales)

AUDITORS:

Hartley Fowler LLP
Statutory Auditors
Chartered Accountants
4th Floor Tuition House
27-37 St George's Road
Wimbledon
London
SW19 4EU

THE REPLACE BASE LIMITED (REGISTERED NUMBER: 07651978)

BALANCE SHEET
31 MAY 2023

		2023		2022 as restated	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible assets	5		51,943		79,360
Investments	6		<u>28,109</u>		<u>28,107</u>
			80,052		107,467
CURRENT ASSETS					
Stocks		1,549,098		1,293,569	
Debtors	7	420,425		382,262	
Cash at bank		<u>392,903</u>		<u>576,281</u>	
		2,362,426		2,252,112	
CREDITORS					
Amounts falling due within one year	8	<u>1,169,067</u>		<u>1,202,778</u>	
NET CURRENT ASSETS			<u>1,193,359</u>		<u>1,049,334</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,273,411		1,156,801
CREDITORS					
Amounts falling due after more than one year	9		(216,971)		(292,973)
PROVISIONS FOR LIABILITIES	11		<u>(12,986)</u>		<u>(15,552)</u>
NET ASSETS			<u>1,043,454</u>		<u>848,276</u>
CAPITAL AND RESERVES					
Called up share capital	12		2		2
Retained earnings	13		<u>1,043,452</u>		<u>848,274</u>
SHAREHOLDERS' FUNDS			<u>1,043,454</u>		<u>848,276</u>

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 Statement of Comprehensive Income has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 27 February 2024 and were signed on its behalf by:

J E McBrien - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 1 OCTOBER 2022 TO 31 MAY 2023**

1. STATUTORY INFORMATION

The Replace Base Limited 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.

Change in accounting reference date

The previous accounting reference date ended 30 September 2023 was shortened so as to end on 31 May 2023 in order to align with group companies accounting reference dates. Current period figures are for the 8 months from 1 October 2022 to 31 May 2023. Comparative figures are for the 16 months from 1 June 2021 to 30 September 2022. Because of the different periods the current period figures are not wholly comparable to prior period figures.

Significant judgements and estimates

The Directors have made a number of estimates and assumptions regarding the future, and made some significant judgements in applying the company's accounting policies. These are discussed below:

(i) Impairment of stock

The company sells electronic spare parts and accessories and is subject to changing consumer demands. As a result it is necessary to consider the recoverability of the cost of stock and the associated provisioning required. When calculating the stock provision, management considers the nature and condition of the stock, as well as applying assumptions around anticipated saleability of the stock.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Revenue is recognised on the despatch of goods. Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. In practice this means that revenue is recognised when the goods are invoiced.

Tangible fixed assets

Plant and Machinery	33% and 20% straight line
Fixtures and Fittings	10% straight line
Motor Vehicles	20% straight line

Fixed asset investments

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses. Listed investments are measured at fair value with changes in fair value being recognised in profit and loss.

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 1 OCTOBER 2022 TO 31 MAY 2023

3. ACCOUNTING POLICIES - continued

Taxation

Taxation for the period comprises current and deferred tax. Tax is recognised in the Income Statement, 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.

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 period 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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase

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.

Leasing commitments

Leases that do not transfer all the risks and rewards of ownership are classified as operating leases. Payments under operating leases are charged to the income statement on a straight-line basis over the lifetime 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.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 1 OCTOBER 2022 TO 31 MAY 2023

3. ACCOUNTING POLICIES - continued

Financial instruments

Financial assets and liabilities are recognised when the company becomes party to contractual provisions of the financial instrument. The company holds only basic financial instruments, which comprise cash and cash equivalents, trade and other debtors, trade and other creditors.

Financial assets - classified as basic financial instruments

(i) Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held with banks and other short term highly liquid investments with original maturities of three months or less.

(ii) Trade and other debtors

Trade and other debtors are measured at transaction price. Trade debtors are amounts due from customers for goods or services performed in the ordinary course of business less any impairment provision. These are recognised as current assets as collection is due within one year or less.

(iii) Trade and other creditors

Trade and other creditors are measured at transaction price. Trade creditors are obligations to pay for goods and services that have been acquired in the ordinary course of business. These are classified as current liabilities as payment is due in one year or less.

Share Capital

Ordinary shares are classified as equity.

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in profit or loss unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

4. EMPLOYEES AND DIRECTORS

The average number of employees during the period was 25 (2022 - 24) .

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 1 OCTOBER 2022 TO 31 MAY 2023

5. **TANGIBLE FIXED ASSETS**

	Plant and machinery etc £
COST	
At 1 October 2022	192,831
Additions	1,669
Disposals	(11,485)
At 31 May 2023	<u>183,015</u>
DEPRECIATION	
At 1 October 2022	113,471
Charge for period	29,086
Eliminated on disposal	(11,485)
At 31 May 2023	<u>131,072</u>
NET BOOK VALUE	
At 31 May 2023	<u>51,943</u>
At 30 September 2022	<u>79,360</u>

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

	Plant and machinery etc £
COST	
At 1 October 2022 and 31 May 2023	<u>54,300</u>
DEPRECIATION	
At 1 October 2022	23,191
Charge for period	7,240
At 31 May 2023	<u>30,431</u>
NET BOOK VALUE	
At 31 May 2023	<u>23,869</u>
At 30 September 2022	<u>31,109</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 1 OCTOBER 2022 TO 31 MAY 2023

6. FIXED ASSET INVESTMENTS

	Shares in group undertakings £	Other investments £	Totals £
COST			
At 1 October 2022	-	28,107	28,107
Reclassification/transfer	<u>2</u>	<u>-</u>	<u>2</u>
At 31 May 2023	<u>2</u>	<u>28,107</u>	<u>28,109</u>
NET BOOK VALUE			
At 31 May 2023	<u>2</u>	<u>28,107</u>	<u>28,109</u>
At 30 September 2022	<u>-</u>	<u>28,107</u>	<u>28,107</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 as restated £
Trade debtors	301,353	282,467
Other debtors	<u>119,072</u>	<u>99,795</u>
	<u>420,425</u>	<u>382,262</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 as restated £
Bank loans and overdrafts	49,990	279,757
Hire purchase contracts (see note 10)	7,938	37,718
Trade creditors	598,348	684,408
Amounts owed to group undertakings	50,000	-
Taxation and social security	225,742	115,141
Other creditors	<u>237,049</u>	<u>85,754</u>
	<u>1,169,067</u>	<u>1,202,778</u>

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

	2023 £	2022 as restated £
Bank loans	141,700	175,025
Hire purchase contracts (see note 10)	25,479	-
Other creditors	<u>49,792</u>	<u>117,948</u>
	<u>216,971</u>	<u>292,973</u>

The bank loans are secured. Barclays Bank UK PLC have a debenture dated 4 March 2021. The debenture contains fixed and floating charges and a negative pledge.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 1 OCTOBER 2022 TO 31 MAY 2023

10. **LEASING AGREEMENTS**

Minimum lease payments fall due as follows:

	Hire purchase contracts 2023	2022 as restated
	£	£
Net obligations repayable:		
Within one year	7,938	37,718
Between one and five years	<u>25,479</u>	<u>-</u>
	<u>33,417</u>	<u>37,718</u>

	Non-cancellable operating leases 2023	2022 as restated
	£	£
Within one year	50,000	50,000
Between one and five years	<u>58,333</u>	<u>108,333</u>
	<u>108,333</u>	<u>158,333</u>

11. **PROVISIONS FOR LIABILITIES**

	2023	2022 as restated
	£	£
Deferred tax		
Accelerated capital allowances	<u>12,986</u>	<u>15,552</u>
		Deferred tax
		£
Balance at 1 October 2022		15,552
Credit to Income Statement during period		<u>(2,566)</u>
Balance at 31 May 2023		<u>12,986</u>

12. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:			2023	2022 as restated
Number:	Class:	Nominal value:		£
			£	£
200	Ordinary	£0.01	<u>2</u>	<u>2</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 1 OCTOBER 2022 TO 31 MAY 2023

13. **RESERVES**

	Retained earnings £
At 1 October 2022	997,858
Prior year adjustment	<u>(149,584)</u>
	848,274
Profit for the period	<u>195,178</u>
At 31 May 2023	<u><u>1,043,452</u></u>

14. **DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006**

The Report of the Auditors was unqualified.

Jonathan Askew FCA (Senior Statutory Auditor)
for and on behalf of Hartley Fowler LLP

15. **DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

The following advances and credits to a director subsisted during the periods ended 31 May 2023 and 30 September 2022:

	2023 £	2022 as restated £
S O Garner		
Balance outstanding at start of period	25	(25)
Amounts advanced	9,809	280,978
Amounts repaid	-	(280,928)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of period	<u>9,834</u>	<u>25</u>

16. **RELATED PARTY DISCLOSURES**

Included in creditors is an amount owing to the parent company, 2PG Investments Limited of £50,000.

17. **ULTIMATE PARENT COMPANY**

The ultimate parent company is 2PG Investments Limited, a company registered in England and Wales. The consolidated accounts are available to the public and may be obtained from Companies House, Crown Way, Cardiff, CF14 3UZ.

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.