

# Alan Smith Motors Limited

Annual Report and Unaudited Abridged Financial Statements  
for the Year Ended 31 December 2016

Stones Accountancy Limited  
Chartered Accountants  
5 North Court  
Armstrong Road  
Maidstone  
Kent  
ME15 6JZ

# **Alan Smith Motors Limited**

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# **Alan Smith Motors Limited**

## **Company Information**

<b>Director</b>	Mr Alan Smith
<b>Registered office</b>	Station Approach New Romney Kent TN28 8LU
<b>Accountants</b>	Stones Accountancy Limited Chartered Accountants 5 North Court Armstrong Road Maidstone Kent ME15 6JZ

# **Alan Smith Motors Limited**

## **Director's Report for the Year Ended 31 December 2016**

The director presents his report and the abridged financial statements for the year ended 31 December 2016.

### **Director of the company**

The director who held office during the year was as follows:

Mr Alan Smith

### **Principal activity**

The principal activity of the company is Accident Repairs Centre

### **Small companies provision statement**

This report has 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.

Approved by the Board on 19 September 2017 and signed on its behalf by:

.....

Mr Alan Smith

Director

**Chartered Accountants' Report to the Director on the Preparation of the Unaudited Statutory  
Accounts of  
Alan Smith Motors Limited  
for the Year Ended 31 December 2016**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Alan Smith Motors Limited for the year ended 31 December 2016 as set out on pages 4 to 12 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icacw.com/cn/mcmbers/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of Alan Smith Motors Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Alan Smith Motors Limited and state those matters that we have agreed to state to the Board of Directors of Alan Smith Motors Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Alan Smith Motors Limited and its Board of Directors as a body for our work or for this report.

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

.....  
Stones Accountancy Limited  
Chartered Accountants  
5 North Court  
Armstrong Road  
Maidstone  
Kent  
ME15 6JZ

19 September 2017

## Alan Smith Motors Limited

### Abridged Profit and Loss Account for the Year Ended 31 December 2016

	Note	Total 31 December 2016 £	Total 31 December 2015 £
Gross profit		262,206	234,816
Administrative expenses		(139,251)	(115,219)
Interest payable and similar expenses		<u>(1,623)</u>	<u>(311)</u>
Profit before tax	<u>4</u>	121,332	119,286
Taxation		<u>(26,791)</u>	<u>(12,630)</u>
Profit for the financial year		<u><u>94,541</u></u>	<u><u>106,656</u></u>

The above results were derived from continuing operations.

The company has no recognised gains or losses for the year other than the results above.

The notes on pages 9 to 12 form an integral part of these abridged financial statements.

# **Alan Smith Motors Limited**

## **Statement of Comprehensive Income for the Year Ended 31 December 2016**

	<b>Note</b>	<b>2016</b> <b>£</b>	<b>2015</b> <b>£</b>
Profit for the year		<u>94,541</u>	<u>106,656</u>
Total comprehensive income for the year		<u><u>94,541</u></u>	<u><u>106,656</u></u>

The notes on pages 9 to 12 form an integral part of these abridged financial statements.

# Alan Smith Motors Limited

(Registration number: 09365214)

## Abridged Balance Sheet as at 31 December 2016

	Note	2016 £	2015 £
<b>Fixed assets</b>			
Tangible assets	<u>5</u>	43,620	56,738
<b>Current assets</b>			
Stocks	<u>6</u>	110,000	-
Debtors		91	12,370
Cash at bank and in hand		75,148	69,921
		185,239	82,291
<b>Creditors: Amounts falling due within one year</b>		(60,955)	(32,522)
<b>Net current assets</b>		124,284	49,769
<b>Total assets less current liabilities</b>		167,904	106,507
<b>Creditors: Amounts falling due after more than one year</b>		(16,096)	(28,077)
<b>Accruals and deferred income</b>		(2,025)	(1,723)
<b>Net assets</b>		149,783	76,707
<b>Capital and reserves</b>			
Called up share capital		1	1
Profit and loss account		149,782	76,706
<b>Total equity</b>		149,783	76,707

For the financial year ending 31 December 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

### Director's 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 director acknowledges his 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.

All of the company's members have consented to the preparation of an Abridged Profit and Loss Account and an Abridged Balance Sheet in accordance with Section 444(2A) of the Companies Act 2006.

The notes on pages 9 to 12 form an integral part of these abridged financial statements.



**Alan Smith Motors Limited**

**(Registration number: 09365214)**

**Abridged Balance Sheet as at 31 December 2016**

Approved and authorised by the director on 19 September 2017

.....

Mr Alan Smith

Director

The notes on pages 9 to 12 form an integral part of these abridged financial statements.

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# Alan Smith Motors Limited

## Statement of Changes in Equity for the Year Ended 31 December 2016

	Share capital £	Profit and loss account £	Total £
At 1 January 2016	1	76,706	76,707
Profit for the year	-	94,541	94,541
Total comprehensive income	-	94,541	94,541
Dividends	-	(21,465)	(21,465)
At 31 December 2016	1	149,782	149,783

  

	Share capital £	Profit and loss account £	Total £
At 1 January 2015	1	-	1
Profit for the year	-	106,656	106,656
Total comprehensive income	-	106,656	106,656
Dividends	-	(29,950)	(29,950)
At 31 December 2015	1	76,706	76,707

The notes on pages 9 to 12 form an integral part of these abridged financial statements.

# **Alan Smith Motors Limited**

## **Notes to the Abridged Financial Statements for the Year Ended 31 December 2016**

### **1 General information**

The company is a private company limited by share capital incorporated in Other.

The address of its registered office is:

Station Approach  
New Romney  
Kent  
TN28 8LU  
England

The principal place of business is:

Station Approach  
New Romney  
Kent  
TN28 8LU  
England

These financial statements were authorised for issue by the director on 19 September 2017.

### **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 abridged financial statements were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

#### **Basis of preparation**

These abridged 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 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.

## **Alan Smith Motors Limited**

### **Notes to the Abridged Financial Statements for the Year Ended 31 December 2016**

#### **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:

##### Depreciation rates

#### **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.

## **Alan Smith Motors Limited**

### **Notes to the Abridged Financial Statements for the Year Ended 31 December 2016**

#### **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 are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

#### **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 the director) during the year, was 5 (2015 - 5).

#### **4 Profit before tax**

Arrived at after charging/(crediting)

# Alan Smith Motors Limited

## Notes to the Abridged Financial Statements for the Year Ended 31 December 2016

	2016 £	2015 £
Depreciation expense	14,539	2,560

### 5 Tangible assets

	Total £
<b>Cost or valuation</b>	
At 1 January 2016	59,298
Additions	1,421
At 31 December 2016	60,719
<b>Depreciation</b>	
At 1 January 2016	2,560
Charge for the year	14,539
At 31 December 2016	17,099
<b>Carrying amount</b>	
At 31 December 2016	43,620
At 31 December 2015	56,738

### 6 Stocks

	2016 £	2015 £
Other inventories	110,000	-

### 7 Dividends

	2016 £	2015 £
Interim dividend of £39,465.00 (2015 - £29,950.00) per ordinary share	21,465	29,950

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.