

REGISTERED NUMBER: 03584730 (England and Wales)

Financial Statements
for the Year Ended 31 July 2017
for
Car Hospitals Limited
Trading as
Merseyside Car Hospital

Car Hospitals Limited (Registered number: 03584730)
Trading as Merseyside Car Hospital

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for the Year Ended 31 July 2017

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DIRECTORS:

A Bernstein
S Siddell

REGISTERED OFFICE:

77-79 Cleveland Street
Birkenhead
Wirral
Merseyside
CH41 3QB

REGISTERED NUMBER:

03584730 (England and Wales)

ACCOUNTANTS:

SB&P LLP
Oriel House
2-8 Oriel Road
Bootle
Liverpool
Merseyside
L20 7EP

Car Hospitals Limited (Registered number: 03584730)
Trading as Merseyside Car Hospital

Balance Sheet
31 July 2017

	Notes	31.7.17 £	£	31.7.16 £	£
FIXED ASSETS					
Tangible assets	4		577,840		602,375
CURRENT ASSETS					
Stocks		13,983		34,360	
Debtors	5	947,940		988,252	
Cash at bank and in hand		200		50,011	
		962,123		1,072,623	
CREDITORS					
Amounts falling due within one year	6	605,520		649,959	
NET CURRENT ASSETS			356,603		422,664
TOTAL ASSETS LESS CURRENT LIABILITIES			934,443		1,025,039
CREDITORS					
Amounts falling due after more than one year	7		(318,850)		(455,890)
PROVISIONS FOR LIABILITIES			(29,143)		(36,026)
NET ASSETS			586,450		533,123
CAPITAL AND RESERVES					
Called up share capital	10		100		100
Revaluation reserve	11		247,092		244,096
Retained earnings			339,258		288,927
SHAREHOLDERS' FUNDS			586,450		533,123

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2017 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

Balance Sheet - continued
31 July 2017

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors on 16 March 2018 and were signed on its behalf by:

A Bernstein - Director

S Siddell - Director

Notes to the Financial Statements
for the Year Ended 31 July 2017

1. **STATUTORY INFORMATION**

Car Hospitals 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.

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

Turnover

Turnover represents the fair value of services provided under contracts with customers to the extent that there is a right to consideration. It is measured at the fair value of the consideration due. Where a service is incomplete at the year end, turnover represents the value of the service provided to that date based on an appropriate proportion of the total expected consideration at completion.

Tangible fixed assets

Fixed assets are recognised at historical cost less depreciation. Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Improvements to property	- 2% on cost
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 20% on reducing balance
Computer equipment	- 25% on reducing balance

Government grants

Grants received are allocated to the profit and loss account over the period to which they relate.

Stocks

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

Taxation

Taxation for the year 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 year 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.

Notes to the Financial Statements - continued
for the Year Ended 31 July 2017

2. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

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.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period 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.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 26 (2016 - 25).

4. TANGIBLE FIXED ASSETS

	Freehold property £	Long leasehold £	Improvements to property £
COST OR VALUATION			
At 1 August 2016	308,121	191,879	14,354
At 31 July 2017	308,121	191,879	14,354
DEPRECIATION			
At 1 August 2016	16,062	30,701	1,583
Charge for year	2,007	3,837	395
Eliminated on disposal	-	-	-
At 31 July 2017	18,069	34,538	1,978
NET BOOK VALUE			
At 31 July 2017	290,052	157,341	12,376
At 31 July 2016	292,059	161,178	12,771

Notes to the Financial Statements - continued
for the Year Ended 31 July 2017

4. TANGIBLE FIXED ASSETS - continued

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST OR VALUATION				
At 1 August 2016	323,308	95,909	13,400	946,971
Additions	19,310	565	-	19,875
Disposals	-	-	(3,900)	(3,900)
At 31 July 2017	<u>342,618</u>	<u>96,474</u>	<u>9,500</u>	<u>962,946</u>
DEPRECIATION				
At 1 August 2016	209,807	80,546	5,897	344,596
Charge for year	31,686	3,101	1,373	42,399
Eliminated on disposal	-	-	(1,889)	(1,889)
At 31 July 2017	<u>241,493</u>	<u>83,647</u>	<u>5,381</u>	<u>385,106</u>
NET BOOK VALUE				
At 31 July 2017	<u>101,125</u>	<u>12,827</u>	<u>4,119</u>	<u>577,840</u>
At 31 July 2016	<u>113,501</u>	<u>15,363</u>	<u>7,503</u>	<u>602,375</u>

The freehold land and buildings were valued by Smith & Sons Surveyors on 17 October 2012 at £400,000. Additionally the buildings contain integral plant and machinery valued by the directors at a depreciated replacement cost of £100,000. The historical cost of the freehold property is £292,264, accumulated depreciation £52,607

Cost or valuation at 31 July 2017 is represented by:

	Freehold property £	Long leasehold £	Improvements to property £
Valuation in 2007	217,736	-	-
Valuation in 2012	(10,000)	-	-
Cost	<u>100,385</u>	<u>191,879</u>	<u>14,354</u>
	<u>308,121</u>	<u>191,879</u>	<u>14,354</u>

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
Valuation in 2007	-	-	-	217,736
Valuation in 2012	-	-	-	(10,000)
Cost	<u>342,618</u>	<u>96,474</u>	<u>9,500</u>	<u>755,210</u>
	<u>342,618</u>	<u>96,474</u>	<u>9,500</u>	<u>962,946</u>

Notes to the Financial Statements - continued
for the Year Ended 31 July 2017

4. **TANGIBLE FIXED ASSETS - continued**

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

	Plant and machinery £	Motor vehicles £	Totals £
COST OR VALUATION			
At 1 August 2016	105,054	9,500	114,554
Additions	11,995	-	11,995
At 31 July 2017	117,049	9,500	126,549
DEPRECIATION			
At 1 August 2016	10,421	4,008	14,429
Charge for year	25,658	1,373	27,031
At 31 July 2017	36,079	5,381	41,460
NET BOOK VALUE			
At 31 July 2017	80,970	4,119	85,089
At 31 July 2016	94,633	5,492	100,125

5. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.7.17 £	31.7.16 £
Trade debtors	493,566	528,640
Amounts owed by group undertakings	367,155	385,335
Amounts recoverable on contract	82,689	63,742
Other debtors	832	3,891
Directors' loan accounts	-	4,902
Tax	2,343	-
Prepayments	1,355	1,742
	<u>947,940</u>	<u>988,252</u>

6. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.7.17 £	31.7.16 £
Bank loans and overdrafts	51,886	79,964
Other loans	100,000	100,000
Hire purchase contracts (see note 8)	23,092	22,750
Trade creditors	245,675	285,781
Tax	38,605	18,350
Social security and other taxes	-	17,699
VAT	47,368	71,303
Other creditors	32,829	34,506
Directors' loan accounts	4,427	-
Accrued expenses	61,638	19,606
	<u>605,520</u>	<u>649,959</u>

Notes to the Financial Statements - continued
for the Year Ended 31 July 2017

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

	31.7.17	31.7.16
	£	£
Bank loans - 1-2 years	15,066	22,908
Bank loans - 2-5 years	48,362	68,724
Bank loans more 5 yr by instal	176,229	155,595
Other loans - 1-2 years	6,158	100,000
Other loans - 2-5 years	-	11,429
Hire purchase contracts (see note 8)	73,035	97,234
	<u>318,850</u>	<u>455,890</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more 5 yr by instal	<u>176,229</u>	<u>155,595</u>

8. LEASING AGREEMENTS

At the balance sheet date, the company has leasing commitments of £25,080.

9. SECURED DEBTS

The following secured debts are included within creditors:

	31.7.17	31.7.16
	£	£
Bank overdrafts	37,318	64,692
Bank loans	254,225	262,499
	<u>291,543</u>	<u>327,191</u>

The bank overdraft is secured by a charge over the land and premises at Brook Street, Birkenhead, dated 28 December 2001 and also by an additional fixed charge over the company's plant and machinery, fixtures and fittings and other equipment, dated 5 May 2005

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.7.17	31.7.16
			£	£
50	Ordinary A	£1	50	50
50	Ordinary B	£1	50	50
			<u>100</u>	<u>100</u>

11. RESERVES

	Revaluation reserve
	£
At 1 August 2016	244,096
Deferred tax adjustment	<u>2,996</u>
At 31 July 2017	<u>247,092</u>

Notes to the Financial Statements - continued
for the Year Ended 31 July 2017

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

The following advances and credits to a director subsisted during the years ended 31 July 2017 and 31 July 2016:

	31.7.17 £	31.7.16 £
A Bernstein		
Balance outstanding at start of year	4,902	-
Amounts advanced	-	4,902
Amounts repaid	(4,902)	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>-</u>	<u>4,902</u>

13. **ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is A Bernstein.

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.