

Registered number
05452662

Independent Car Sales & Servicing Ltd

Report and Accounts

31 May 2020

Independent Car Sales & Servicing Ltd
Report and accounts
Contents

	Page
Company information	1
Directors' report	2
Accountants' report	3
Profit and loss account	4
Balance sheet	5
Notes to the accounts	6

Independent Car Sales & Servicing Ltd**Registered number:** 05452662**Balance Sheet****as at 31 May 2020**

	Notes	2020 £	2019 £
Fixed assets			
Tangible assets	3	14,554	17,528
Current assets			
Stocks		7,800	16,000
Debtors	4	118,922	137,522
Cash at bank and in hand		102,470	36,496
		<u>229,192</u>	<u>190,018</u>
Creditors: amounts falling due within one year	5	(215,026)	(172,399)
Net current assets		<u>14,166</u>	<u>17,619</u>
Total assets less current liabilities		<u>28,720</u>	<u>35,147</u>
Provisions for liabilities		-	(958)
Net assets		<u>28,720</u>	<u>34,189</u>
Capital and reserves			
Called up share capital		40	40
Profit and loss account		28,680	34,149
Shareholders' funds		<u>28,720</u>	<u>34,189</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has not been delivered to the Registrar of Companies.

Mr D Hemsley Mr R Johnston
Director

Approved by the board on 11 January 2021

Independent Car Sales & Servicing Ltd

Notes to the Accounts

for the year ended 31 May 2020

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland.

Tangible fixed assets

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Plant and machinery	25% Reducing Balance
Fixtures, fittings, tools and equipment	25% Reducing Balance

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first in first out method. The carrying amount of stock sold is recognised as an expense in the period in which the related revenue is recognised.

Debtors

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

Creditors

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. 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. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

Leased assets

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership. All other leases are classified as operating leases. The rights of use and obligations under finance leases are initially recognised as assets and liabilities at amounts equal to the fair value of the leased assets or, if lower, the present value of the minimum lease payments. Minimum lease payments are apportioned between the finance charge and the reduction in the outstanding liability using the effective interest rate method. The finance charge is allocated to each period during the lease so as to produce a constant periodic rate of interest on the remaining balance of the liability. Leased assets are depreciated in accordance with the company's policy for tangible fixed assets. If there is no reasonable certainty that ownership will be obtained at the end of the lease term, the asset is depreciated over the lower of the lease term and its useful life. Operating lease payments are recognised as an expense on a straight line basis over the lease term.

Pensions

Contributions to defined contribution plans are expensed in the period to which they relate.

2 Employees	2020	2019
	Number	Number
Average number of persons employed by the company	14	13

3 Tangible fixed assets

	Plant and machinery etc	Motor vehicles	Total
	£	£	£
Cost			
At 1 June 2019	140,617	28,017	168,634
Additions	4,800	374	5,174
At 31 May 2020	145,417	28,391	173,808
Depreciation			
At 1 June 2019	123,089	28,017	151,106
Charge for the year	7,930	218	8,148
At 31 May 2020	131,019	28,235	159,254
Net book value			
At 31 May 2020	14,398	156	14,554
At 31 May 2019	17,528	-	17,528

4 Debtors	2020	2019
	£	£
Trade debtors	11,649	28,815
Other debtors	107,273	108,707
	118,922	137,522

5 Creditors: amounts falling due within one year	2020	2019
	£	£
Bank loans and overdrafts	32,927	5,723
Trade creditors	125,962	139,945
Corporation tax	43,127	34,030
Other taxes and social security costs	(16,916)	(5,766)
Other creditors	29,926	(1,533)
	<u>215,026</u>	<u>172,399</u>

6 Other information

Independent Car Sales & Servicing Ltd is a private company limited by shares and incorporated in England. Its registered office is:

Independent House, School Lane

Chandlers Ford

Eastleigh

Hampshire

SO53 4DQ

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.