

# Chell Auto Repair Services Ltd

Annual Report and Unaudited Abridged Financial Statements  
for the Year Ended 31 March 2021

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# **Chell Auto Repair Services Ltd**

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**Chell Auto Repair Services Ltd**  
**(Registration number: 5920728)**  
**Abridged Balance Sheet as at 31 March 2021**

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	23,950	10,351
<b>Current assets</b>			
Stocks	<u>5</u>	1,500	1,500
Cash at bank and in hand		2,169	-
		3,669	1,500
<b>Prepayments and accrued income</b>		2,862	-
<b>Creditors: Amounts falling due within one year</b>		(165,176)	(195,390)
<b>Net current liabilities</b>		(158,645)	(193,890)
<b>Total assets less current liabilities</b>		(134,695)	(183,539)
<b>Creditors: Amounts falling due after more than one year</b>		(60,801)	(26,067)
<b>Accruals and deferred income</b>		(700)	(700)
<b>Net liabilities</b>		(196,196)	(210,306)
<b>Capital and reserves</b>			
Called up share capital	<u>6</u>	2	2
Profit and loss account		(196,198)	(210,308)
<b>Shareholders' deficit</b>		(196,196)	(210,306)

For the financial year ending 31 March 2021 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.

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.

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

Approved and authorised by the director on 18 March 2022

**Chell Auto Repair Services Ltd**  
**(Registration number: 5920728)**  
**Abridged Balance Sheet as at 31 March 2021**

.....  
Mr Andrew Mark Raynes  
Director

# **Chell Auto Repair Services Ltd**

## **Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 March 2021**

### **1 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 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 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.

#### **Tangible assets**

Tangible assets are stated in the balance sheet 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% Reducing balance method
Motor vehicles	25% Reducing balance method
Office equipment	33% Reducing balance method

#### **Goodwill**

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

## **Chell Auto Repair Services Ltd**

### **Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 March 2021**

#### **Amortisation**

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

<b>Asset class</b>	<b>Amortisation method and rate</b>
Goodwill	10% Straight line basis

#### **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.

#### **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.

## **Chell Auto Repair Services Ltd**

### **Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 March 2021**

#### **Leases**

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

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.

#### **2 Staff numbers**

The average number of persons employed by the company (including the director) during the year, was 4 (2020 - 5).

# Chell Auto Repair Services Ltd

## Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 March 2021

### 3 Intangible assets

	<b>Total £</b>
<b>Cost or valuation</b>	
At 1 April 2020	30,000
At 31 March 2021	30,000
<b>Amortisation</b>	
At 1 April 2020	30,000
At 31 March 2021	30,000
<b>Carrying amount</b>	
At 31 March 2021	-

### 4 Tangible assets

	<b>Furniture, fittings and equipment £</b>	<b>Motor vehicles £</b>	<b>Other tangible assets £</b>	<b>Total £</b>
<b>Cost or valuation</b>				
At 1 April 2020	2,242	28,159	13,692	44,093
Additions	-	21,480	-	21,480
At 31 March 2021	2,242	49,639	13,692	65,573
<b>Depreciation</b>				
At 1 April 2020	2,220	19,412	12,110	33,742
Charge for the year	7	7,557	317	7,881
At 31 March 2021	2,227	26,969	12,427	41,623
<b>Carrying amount</b>				
At 31 March 2021	15	22,670	1,265	23,950
At 31 March 2020	22	8,747	1,582	10,351

### 5 Stocks

	<b>2021 £</b>	<b>2020 £</b>
Other inventories	1,500	1,500

### 6 Share capital



# Chell Auto Repair Services Ltd

## Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 March 2021

	2021		2020	
	No.	£	No.	£
Ordinary Shares of £1 each	2	2	2	2

### 7 Related party transactions Transactions with the director

	At 1 April 2020 £	Advances to directors £	Other payments made to company by director £	At 31 March 2021 £
<b>2021</b>				
<b>Mr Andrew Mark Raynes</b>				
Loan account	(138,711)	71,406	(62,651)	(129,956)

	At 1 April 2019 £	Advances to directors £	Other payments made to company by director £	At 31 March 2020 £
<b>2020</b>				
<b>Mr Andrew Mark Raynes</b>				
Loan account	(117,925)	21,009	(41,795)	(138,711)

### Directors' remuneration

The director's remuneration for the year was as follows:

	2021 £	2020 £
Remuneration	21,985	16,224

In respect of the highest paid director:

	2021 £	2020 £
Remuneration	21,985	16,224

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.