

Company registration number: 05425621

Jewells Garage Limited

Unaudited filleted financial statements

30 April 2021



Contents

	Page
Directors and other information	1
Statement of financial position	2 - 3
Notes to the financial statements	4 - 11

JEWELLS GARAGE LIMITED

DIRECTORS AND OTHER INFORMATION

Directors	Mr A W Snell Mr M J Jewell Mrs C M Snell Mrs K Jewell
Secretary	Mr A W Snell
Company number	05425621
Registered office	Half Moon Newton St Cyres Exeter EX5 5AE
Business address	Marsh Road Lords Meadow Credton Devon EX17 1HJ
Accountants	Thomas Westcott 96 High Street Credton Devon EX17 3LB

JEWELLS GARAGE LIMITED

STATEMENT OF FINANCIAL POSITION
30 APRIL 2021

	Note	2021 £	£	2020 £	£
Fixed assets					
Intangible assets	5	-		-	
Tangible assets	6	42,024		45,459	
			42,024		45,459
Current assets					
Stocks		5,350		5,000	
Debtors	7	46,452		38,010	
Cash at bank and in hand		250,584		179,153	
		302,386		222,163	
Creditors: amounts falling due within one year	8	(189,037)		(180,702)	
Net current assets			113,349		41,461
Total assets less current liabilities			155,373		86,920
Creditors: amounts falling due after more than one year	9		(48,600)		(13,333)
Provisions for liabilities			(7,670)		(8,018)
Net assets			99,103		65,569
Capital and reserves					
Called up share capital			4		4
Profit and loss account	10		99,099		65,565
Shareholders funds			99,103		65,569

The notes on pages 4 to 11 form part of these financial statements.

JEWELLS GARAGE LIMITED

STATEMENT OF FINANCIAL POSITION (CONTINUED) **30 APRIL 2021**

For the year ending 30 April 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of comprehensive income has not been delivered.

These financial statements were approved by board of directors and authorised for issue on 15/12/21, and are signed on behalf of the board by:



Mr A W Snell
Director

Company registration number: 05425621

The notes on pages 4 to 11 form part of these financial statements.

JEWELLS GARAGE LIMITED

NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 30 APRIL 2021

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Half Moon, Newton St Cyres, Exeter, EX5 5AE.

Principal activity

The principal activity of the company is that of motor vehicle repairs, servicing and sales.

2. Statement of compliance

These financial statements have been prepared in compliance with the provisions of FRS 102, Section 1A, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Accounting estimates and assumptions are made concerning the future and, by their nature, will rarely equal the related actual outcome.

Turnover

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

JEWELLS GARAGE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **YEAR ENDED 30 APRIL 2021**

Taxation

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in the statement of comprehensive income, except to the extent that it relates to items recognised in other comprehensive income or directly in capital and reserves. In this case, tax is recognised in other comprehensive income or directly in capital and reserves, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised 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 that are expected to apply to the reversal of the timing difference.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Goodwill - 10% straight line

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

Tangible assets

Tangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated depreciation and impairment losses.

Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in capital and reserves, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in capital and reserves in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in capital and reserves in respect of that asset, the excess shall be recognised in profit or loss.

JEWELLS GARAGE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **YEAR ENDED 30 APRIL 2021**

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold properties	-	Straight line over the life of the lease
Plant and machinery	-	10% straight line
Motor vehicles	-	25% straight line
Computer equipment	-	25% straight line

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of tangible assets, the depreciation is revised prospectively to reflect the new estimates.

Impairment

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

When it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stocks to their present location and condition.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the statement of financial position, bank overdrafts are shown within borrowing or current liabilities.

JEWELLS GARAGE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **YEAR ENDED 30 APRIL 2021**

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received.

Government grants are recognised using the accrual model and the performance model.

Under the accrual model, government grants relating to revenue are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate. Grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the entity with no future related costs are recognised in income in the period in which it becomes receivable.

Grants relating to assets are recognised in income on a systematic basis over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income and not deducted from the carrying amount of the asset.

Under the performance model, where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event; it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised in finance costs in profit or loss in the period it arises.

Financial instruments

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

JEWELLS GARAGE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED 30 APRIL 2021

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised in finance costs in profit or loss in the period in which it arises.

4. Employee numbers

The average number of persons employed by the company during the year amounted to 10 (2020: 8).

5. Intangible assets

	Goodwill	Total
	£	£
Cost		
At 1 May 2020 and 30 April 2021	<u>60,000</u>	<u>60,000</u>
Amortisation		
At 1 May 2020 and 30 April 2021	<u>60,000</u>	<u>60,000</u>
Carrying amount		
At 30 April 2021	<u>-</u>	<u>-</u>
At 30 April 2020	<u>-</u>	<u>-</u>

JEWELLS GARAGE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED 30 APRIL 2021

6. Tangible assets

	Short leasehold property £	Plant and machinery £	Motor vehicles £	Computer equipment £	Total £
Cost					
At 1 May 2020	85,823	71,896	45,915	9,013	212,647
Additions	-	7,625	-	-	7,625
Disposals	-	(4,716)	-	-	(4,716)
At 30 April 2021	<u>85,823</u>	<u>74,805</u>	<u>45,915</u>	<u>9,013</u>	<u>215,556</u>
Depreciation					
At 1 May 2020	82,566	51,717	25,183	7,721	167,187
Charge for the year	652	3,744	5,183	532	10,111
Disposals	-	(3,766)	-	-	(3,766)
At 30 April 2021	<u>83,218</u>	<u>51,695</u>	<u>30,366</u>	<u>8,253</u>	<u>173,532</u>
Carrying amount					
At 30 April 2021	<u>2,605</u>	<u>23,110</u>	<u>15,549</u>	<u>760</u>	<u>42,024</u>
At 30 April 2020	<u>3,257</u>	<u>20,179</u>	<u>20,732</u>	<u>1,292</u>	<u>45,460</u>

7. Debtors

	2021 £	2020 £
Trade debtors	42,332	32,925
Other debtors	4,120	5,085
	<u>46,452</u>	<u>38,010</u>

8. Creditors: amounts falling due within one year

	2021 £	2020 £
Bank loans	8,333	-
Trade creditors	18,277	13,512
Accruals and deferred income	3,783	2,667
Social security and other taxes	65,436	43,098
Other creditors	93,208	121,425
	<u>189,037</u>	<u>180,702</u>

The hire purchase liability of £6,400 (2020:£6,400) is secured.

JEWELLS GARAGE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED 30 APRIL 2021

9. Creditors: amounts falling due after more than one year

	2021	2020
	£	£
Bank loans	41,667	-
Other creditors	6,933	13,333
	<u>48,600</u>	<u>13,333</u>

The hire purchase liability of £6,933 (2020: £13,333) is secured.

A Bounceback loan commenced in July 2020 guaranteed by the government in support of being affected by Coronavirus. The loan is a 6 year term with an interest rate of 2.5% after the first 12 months.

10. Reserves

Profit and loss account:

This reserve records retained earnings and accumulated losses.

11. Events after the end of the reporting period

At the end of the year there was instability as a result of the coronavirus pandemic which has impacted the company's income and expenditure.

JEWELLS GARAGE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) YEAR ENDED 30 APRIL 2021

12. Directors advances, credits and guarantees

During the year the directors entered into the following advances and credits with the company:

	2021			
	Balance brought forward	Advances /(credits) to the directors	Amounts repaid	Balance o/standing
	£	£	£	£
Director	(3,207)	90,941	(106,400)	(18,666)
Director	(32,066)	42,354	(41,400)	(31,112)
Director	(16,960)	54,683	(41,400)	(3,677)
Director	(58,537)	68,051	(41,400)	(31,886)
	<u>(110,770)</u>	<u>256,029</u>	<u>(230,600)</u>	<u>(85,341)</u>
	2020			
	Balance brought forward	Advances /(credits) to the directors	Amounts repaid	Balance o/standing
	£	£	£	£
Director	(7,847)	55,640	(51,000)	(3,207)
Director	(25,015)	33,949	(41,000)	(32,066)
Director	(32,535)	56,575	(41,000)	(16,960)
Director	(52,236)	34,699	(41,000)	(58,537)
	<u>(117,633)</u>	<u>180,863</u>	<u>(174,000)</u>	<u>(110,770)</u>

13. Related party transactions

The company trades in a property owned by two of the directors and shareholders. Rent of £1,000 is paid on a monthly basis. The total amount of rent paid during the year ended 30 April 2021 was £12,000 (2020: £12,000). This amount is included in administrative expenses in the profit and loss account.

14. Government grants

During the year the company was the recipient of economic benefits as a result of the Small Business Grant Fund and the Coronavirus Job Retention Scheme. The total funds recognised from the UK Government in other operating income during the year was £35,825 (2020: £19,063).