

COMPANY REGISTRATION NO. 12949835 (England and Wales)

GATEWAY CYCLES LIMITED
FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2021
PAGES FOR FILING WITH REGISTRAR

GATEWAY CYCLES LIMITED

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GATEWAY CYCLES LIMITED**BALANCE SHEET****AS AT 30 SEPTEMBER 2021**

	Notes	2021 £	£
Fixed assets			
Intangible assets	3		21,870
Tangible assets	4		26,936
			<u>48,806</u>
Current assets			
Stocks		320,367	
Debtors	5	15,867	
Cash at bank and in hand		78,172	
		<u>414,406</u>	
Creditors: amounts falling due within one year	6	(239,100)	
		<u></u>	
Net current assets			175,306
			<u></u>
Total assets less current liabilities			224,112
Creditors: amounts falling due after more than one year	7		(97,856)
Provisions for liabilities			(704)
			<u></u>
Net assets			125,552
			<u><u></u></u>
Capital and reserves			
Called up share capital	8		100
Profit and loss reserves			125,452
			<u></u>
Total equity			125,552
			<u><u></u></u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial period ended 30 September 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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

The members have not required the company to obtain an audit of its financial statements for the period in question in accordance with section 476.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

GATEWAY CYCLES LIMITED

BALANCE SHEET (CONTINUED)

AS AT 30 SEPTEMBER 2021

The financial statements were approved by the board of directors and authorised for issue on 30 March 2022 and are signed on its behalf by:

Mrs C B Bowen

Director

Company Registration No. 12949835

GATEWAY CYCLES LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

		Share capital	Profit and loss reserves	Total
	Notes	£	£	£
Balance at 14 October 2020		-	-	-
Period ended 30 September 2021:				
Profit and total comprehensive income for the period		-	154,452	154,452
Issue of share capital	8	100	-	100
Dividends		-	(29,000)	(29,000)
		<u>100</u>	<u>125,452</u>	<u>125,552</u>
Balance at 30 September 2021		<u>100</u>	<u>125,452</u>	<u>125,552</u>

GATEWAY CYCLES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2021

1 Accounting policies

Company information

Gateway Cycles Limited is a private company limited by shares incorporated in England and Wales. The registered office is 5 Brecon Road, Abergavenny, Monmouthshire, NP7 5UH.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Reporting period

The accounting period is for less than twelve months due to the company being incorporated on 14 October 2020 and the directors requesting the year end be 30 September to coincide with their VAT quarters.

1.3 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Revenue from the sale of bikes and bike accessories is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

1.4 Intangible fixed assets - goodwill

Goodwill represents the excess of the cost of acquisition of unincorporated businesses over the fair value of net assets acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is considered to have a finite useful life and is amortised on a systematic basis over its expected life, which is 10 years.

1.5 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold land and buildings	20% straight line
Fixtures and fittings	20% reducing balance
Motor vehicles	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

GATEWAY CYCLES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

1 Accounting policies (Continued)

1.6 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

1.7 Financial instruments

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

1.8 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and 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. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.9 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

2 Employees

The average monthly number of persons (including directors) employed by the company during the period was:

	2021 Number
Total	8

GATEWAY CYCLES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

3 Intangible fixed assets

	Goodwill
	£
Cost	
At 14 October 2020	-
Additions	24,300
	<u>24,300</u>
At 30 September 2021	<u>24,300</u>
Amortisation and impairment	
At 14 October 2020	-
Amortisation charged for the period	2,430
	<u>2,430</u>
At 30 September 2021	<u>2,430</u>
Carrying amount	
At 30 September 2021	<u><u>21,870</u></u>

4 Tangible fixed assets

	Leasehold land and buildings	Fixtures and fittings	Motor vehicles	Total
	£	£	£	£
Cost				
At 14 October 2020	-	-	-	-
Additions	17,874	6,508	8,571	32,953
	<u>17,874</u>	<u>6,508</u>	<u>8,571</u>	<u>32,953</u>
At 30 September 2021	<u>17,874</u>	<u>6,508</u>	<u>8,571</u>	<u>32,953</u>
Depreciation and impairment				
At 14 October 2020	-	-	-	-
Depreciation charged in the period	3,277	776	1,964	6,017
	<u>3,277</u>	<u>776</u>	<u>1,964</u>	<u>6,017</u>
At 30 September 2021	<u>3,277</u>	<u>776</u>	<u>1,964</u>	<u>6,017</u>
Carrying amount				
At 30 September 2021	<u><u>14,597</u></u>	<u><u>5,732</u></u>	<u><u>6,607</u></u>	<u><u>26,936</u></u>

5 Debtors

	2021
	£
Amounts falling due within one year:	
Other debtors	<u><u>15,867</u></u>

GATEWAY CYCLES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED 30 SEPTEMBER 2021

6 Creditors: amounts falling due within one year

	2021
	£
Trade creditors	119,171
Corporation tax	36,588
Other taxation and social security	2,895
Other creditors	80,446
	<u>239,100</u>

7 Creditors: amounts falling due after more than one year

	2021
	£
Other creditors	97,856
	<u>97,856</u>

8 Called up share capital

	2021	2021
	Number	£
Ordinary share capital		
Issued and fully paid		
Ordinary A of £1 each	50	50
Ordinary B of £1 each	50	50
	<u>100</u>	<u>100</u>

9 Directors' transactions

Dividends totalling £29,000 were paid in the period in respect of shares held by the company's directors.

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.