

**ADVANCE SPARES LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

Advance Spares Limited
Unaudited Financial Statements
For The Year Ended 31 December 2023

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Advance Spares Limited
Balance Sheet
As At 31 December 2023

Registered number: 02013999

		2023		2022	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible Assets	4		501,833		507,206
			501,833		507,206
CURRENT ASSETS					
Stocks	5	1,801,599		1,858,541	
Debtors	6	1,360,786		1,438,548	
Cash at bank and in hand		1,404,716		886,102	
		4,567,101		4,183,191	
Creditors: Amounts Falling Due Within One Year	7	(342,148)		(282,081)	
NET CURRENT ASSETS (LIABILITIES)			4,224,953		3,901,110
TOTAL ASSETS LESS CURRENT LIABILITIES			4,726,786		4,408,316
PROVISIONS FOR LIABILITIES					
Deferred Taxation	8		(33,074)		(26,048)
NET ASSETS			4,693,712		4,382,268
CAPITAL AND RESERVES					
Called up share capital	9		410,080		410,080
Capital redemption reserve			20		20
Fair Value Reserve	13		90,000		97,200
Profit and Loss Account			4,193,612		3,874,968
SHAREHOLDERS' FUNDS			4,693,712		4,382,268

Advance Spares Limited
Balance Sheet (continued)
As At 31 December 2023

For the year ending 31 December 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

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

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

The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

Mr Thomas Wase

Director

7 March 2024

The notes on pages 3 to 6 form part of these financial statements.

Advance Spares Limited
Notes to the Financial Statements
For The Year Ended 31 December 2023

1. General Information

Advance Spares Limited Registered number 02013999 is a limited by shares company incorporated in England & Wales. The Registered Office is Unit 21 Vauxhall Ind. Estate, Ruabon, Wrexham, Clywd, LL14 6HA.

The financial statements are presented in pound sterling and rounded to the nearest whole £.

2. Accounting Policies

2.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

2.2. Turnover

Turnover comprises the invoiced value of electrical goods and tubular rivets supplied by the company, net of Value Added Tax and trade discounts.

2.3. Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold	2% straight line
Plant & Machinery	12.5/33.33% straight line
Motor Vehicles	25% reducing balance
Fixtures & Fittings	33.33% straight line

Depreciation is charged from the later of the month of acquisition or the date the asset is bought into use.

2.4. Investment Properties

Investment properties are accounted for in line with Section 16 FRS 102; where fair value can be reliably measured investment properties are included in the balance sheet at fair value with any gains or losses reported in the profit and loss account. Where fair value cannot be reliably measured investment properties are held at depreciated cost. Depreciation is provided only on those investment properties which are leasehold and where the unexpired lease term is less than 20 years.

2.5. Leasing and Hire Purchase Contracts

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in the creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

2.6. Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

2.7. Financial Instruments

Derivative financial instruments are recognised at fair value using a valuation technique with any gains or losses being reported in the profit and loss account. Outstanding derivatives at the reporting date are included under the appropriate format heading depending on the nature of the derivative.

The company does not currently apply hedge accounting for foreign exchange derivatives.

Advance Spares Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 December 2023

2.8. Foreign Currencies

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

2.9. Taxation

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of timing differences that have originated but not reversed at the balance sheet date. However, deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted. Deferred taxation is measured on a non-discounted basis at the tax rates that are expected to apply in periods in which the timing differences reverse, based on tax rates and the law enacted or substantively enacted at the balance sheet date.

2.10. Pensions

The company operates a defined pension contribution scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

2.11. Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable net of value added tax, trade discount and customer returns. Revenue from the sale of goods is recognised when the risks and rewards of ownership of the goods have passed to the customer. Rental income is accrued over the period to which it relates.

2.12. Registrar Filing Requirements

The company has taken advantage of Companies Act 2006 section 444(1) and opted not to file the profit and loss account, directors report, and notes to the financial statements relating to the profit and loss account. The notes which are not included have been hidden but original note numbering has remained the same for those that are present.

3. Average Number of Employees

Average number of employees, including directors, during the year was as follows:

	2023	2022
Office and administration	3	3
Sales, marketing and distribution	3	3
Manufacturing	3	3
	9	9

4. Tangible Assets

	Land & Property				
	Freehold	Investment Properties	Plant & Machinery	Motor Vehicles	Total
	£	£	£	£	£
Cost					
As at 1 January 2023	378,734	150,650	263,476	60,000	852,860
Additions	17,945	-	4,721	-	22,666
Disposals	-	-	(24,951)	-	(24,951)
As at 31 December 2023	396,679	150,650	243,246	60,000	850,575
Depreciation					
As at 1 January 2023	80,828	-	249,826	15,000	345,654
Provided during the period	8,088	-	4,951	15,000	28,039
Disposals	-	-	(24,951)	-	(24,951)
As at 31 December 2023	88,916	-	229,826	30,000	348,742

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Advance Spares Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 December 2023

Net Book Value

As at 31 December 2023	307,763	150,650	13,420	30,000	501,833
As at 1 January 2023	297,906	150,650	13,650	45,000	507,206

Investment property is recognised at fair value represented by:

Historical cost: £30,650 (2022: £30,650)

Valuation: £120,000 (2022: £120,000)

The director has considered the valuation of the investment properties and in their opinion the revalued amount shown is in line with the open market value. Revaluation gains and losses are taken to the fair value reserve in accordance with the accounting policy.

5. Stocks

	2023	2022
	£	£
Stock	1,801,599	1,858,541
	<u>1,801,599</u>	<u>1,858,541</u>

6. Debtors

	2023	2022
	£	£
Due within one year		
Trade debtors	785,629	1,182,830
Prepayments and accrued income	353,161	154,928
Other debtors	12,929	12,485
Other financial assets	106,572	25,656
VAT	102,495	62,649
	<u>1,360,786</u>	<u>1,438,548</u>

7. Creditors: Amounts Falling Due Within One Year

	2023	2022
	£	£
Trade creditors	34,991	92,137
Corporation tax	124,228	111,805
Other taxation and social security	36,795	25,790
Accruals and deferred income	146,134	52,349
	<u>342,148</u>	<u>282,081</u>

8. Deferred Taxation

The provision for deferred tax is made up as follows:

	2023	2022
	£	£
Other timing differences	33,074	26,048

9. Share Capital

	2023	2022
	£	£
Allotted, Called up and fully paid	410,080	410,080

Advance Spares Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 December 2023

10. Foreign Currency Risk

All financial assets and liabilities are measured at amortised cost.

The company is exposed to currency exchange rate risk due to part of its operating income and expenditure being denominated in foreign currencies. The exposure is monitored and managed by the use of forward foreign exchange contracts.

The company had open forward foreign exchange contracts at the reporting date of the current period. The fair value of the derivatives is recognised within debtors as 'other financial assets'.

11. Other Commitments

The total of future minimum lease payments under non-cancellable operating leases are as following:

	2023	2022
	£	£
Not later than one year	3,133	9,399
Later than one year and not later than five years	-	3,133
	<u>3,133</u>	<u>12,532</u>

12. Pension Commitments

The company operates a defined contribution pension scheme for its employees. The assets of the scheme are held separately from those of the company in an independently administered fund. At the balance sheet date unpaid contributions of £nil (2022: £nil) were due to the fund. They are included in Other Creditors.

13. Reserves

	Fair Value Reserve
	£
As at 1 January 2023	97,200
Transfer to profit and loss	(7,200)
As at 31 December 2023	<u>90,000</u>

14. Related Party Transactions

Birford Cable & Harness Limited

A company under the control of a director's son.

Included within other debtors is a balance of £11,729 (2022: £11,285) owed by the connected company. No interest has been charged on the outstanding balance and there were no conditions attached.

15. Ultimate Controlling Party

The company's ultimate controlling party is Mr Thomas Wase by virtue of his interest in the issued share capital in the company.

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.