

STRATEGIC REPORT, REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020
FOR
SIMPSONS GARAGE (GT. YARMOUTH) LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2020

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SIMPSONS GARAGE (GT. YARMOUTH) LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2020

DIRECTORS:

A Aldis
Mrs B J W Crick
Mrs A J W Able
M G W Greaves

SECRETARY:

M Mummery

REGISTERED OFFICE:

Suffolk Road
Great Yarmouth
Norfolk
NR31 0LN

REGISTERED NUMBER:

02022816 (England and Wales)

AUDITORS:

Tubbs Son Giles & Co Ltd
Statutory Auditors
18 Gordon Road
Lowestoft
Suffolk
NR32 1NL

STRATEGIC REPORT
FOR THE YEAR ENDED 31 DECEMBER 2020

The directors present their strategic report for the year ended 31 December 2020.

REVIEW OF BUSINESS

The company continues to trade under the Skoda Franchise for sales, services and parts, together with Fiat commercial aftersales. Late in 2020 the Company was also appointed Fiat and Arbat aftersales dealer for Great Yarmouth and the surrounding area. It holds multi franchises for the sale of Motorhomes and also Rapido and Chausson models direct from France.

The company trades from one site in Gt. Yarmouth.

Given the worldwide pandemic trading was severely impacted with showrooms having to close leaving an aftersales only dealership for substantial periods of time. The Company therefore furloughed the majority of its workforce.

The Company had to adopt to online selling, click and collect and nationwide delivery of vehicles to continue to trade.

Skoda new sales margins have increased to 1%, whilst units were down 15%. Used margins increased by 20% to 7.5% whilst units declined by 14%.

The Company once again sold new vehicles via internet brokers to achieve manufacturers targets.

Although Motorhome sales remained closed onsite, online orders surged due to Covid travel restrictions abroad which meant the consumer sought alternative holidaying options. With demand high and supply shortages, this enabled us to return increased margins. Units for both new and used increased on 2019 performance.

Aftersales traded within expectations given the pandemic and restrictions on our motorhome customers being able to travel to the dealership for repairs and servicing.

Overall the directors are delighted with the Company performance given the trading difficulties encountered in 2020.

PRINCIPAL RISKS AND UNCERTAINTIES

TRADING

2021 New car sales will once again remain difficult although used car activity remains positive.

Motorhome sales have continued to be buoyant with good demand for both new and used. The Company has now been appointed Burstner dealers for East Anglia.

We continue to make cost savings within the business overheads and departmental operating expenses.

COVID-19 IMPACT STATEMENT

The company, like others in our sector have had to close in line with Government guidance. Once again we are reliant on foreign manufacturers for our products and expect stock delays/shortages for the remainder of the year. We continue to promote trade online as in the previous year and use the furlough scheme to minimise losses.

PRICE

The main risk to price is generated by market forces within the motor industry. The market is very competitive and this places pressure on the resale price of both new and used vehicle sales.

CREDIT

There is very little risk in terms of credit as title of ownership does not pass to the customer in respect of vehicles until payment is received.

CASH FLOW

Cash flow risk is low as the company has adequate resources at the bank and an overdraft provision. The purchase of motor cars is mainly to order and payment is received for the vehicle at the same time as it becomes due to the supplier. Cash flow forecasts and budgets prepared by the directors show no indications that the company will have any cash flow requirements beyond the facilities held.

STRATEGIC REPORT
FOR THE YEAR ENDED 31 DECEMBER 2020

FINANCIAL KEY PERFORMANCE INDICATORS

We consider our key financial performance indicators are those that communicate the financial performance of the company, these being turnover, gross margins and operating profit.

Operating Profit for 2020 was £318,452 compared to a loss of £38,901 in 2019.

Turnover was £13,986,226 in 2020 compared to £15,684,897 in 2019.

Gross Margin was 5.29% in 2020 compared to 2.59% in 2019.

ON BEHALF OF THE BOARD:

M Mummery - Secretary

5 May 2021

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2020

The directors present their report with the financial statements of the company for the year ended 31 December 2020.

DIVIDENDS

No dividends will be distributed for the year ended 31 December 2020.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2020 to the date of this report.

A Aldis
Mrs B J W Crick
Mrs A J W Able
M G W Greaves

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

ON BEHALF OF THE BOARD:

M Mummery - Secretary

5 May 2021

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
SIMPSONS GARAGE (GT. YARMOUTH) LIMITED

Opinion

We have audited the financial statements of Simpsons Garage (GT. Yarmouth) Limited (the 'company') for the year ended 31 December 2020 which comprise the Statement of Comprehensive Income, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Notes to the Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2020 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
SIMPSONS GARAGE (GT. YARMOUTH) LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page four, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
SIMPSONS GARAGE (GT. YARMOUTH) LIMITED

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Stewart James Bligh FCCA (Senior Statutory Auditor)
for and on behalf of Tubbs Son Giles & Co Ltd
Statutory Auditors
18 Gordon Road
Lowestoft
Suffolk
NR32 1NL

5 May 2021

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	31.12.20 £	31.12.19 £
TURNOVER		13,986,226	15,684,897
Cost of sales		<u>13,246,411</u>	<u>15,279,369</u>
GROSS PROFIT		739,815	405,528
Administrative expenses		<u>421,363</u>	<u>444,429</u>
		318,452	(38,901)
Other operating income		<u>13,784</u>	<u>17,299</u>
OPERATING PROFIT/(LOSS)	4	332,236	(21,602)
Interest payable and similar expenses	5	<u>-</u>	<u>1,629</u>
PROFIT/(LOSS) BEFORE TAXATION		332,236	(23,231)
Tax on profit/(loss)	6	<u>66,280</u>	<u>(1,259)</u>
PROFIT/(LOSS) FOR THE FINANCIAL YEAR		265,956	(21,972)
OTHER COMPREHENSIVE INCOME		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>265,956</u>	<u>(21,972)</u>

The notes form part of these financial statements

BALANCE SHEET
31 DECEMBER 2020

	Notes	£	31.12.20 £	31.12.19 £
FIXED ASSETS				
Tangible assets	7		761,410	784,652
CURRENT ASSETS				
Stocks	8	3,439,640	4,436,928	
Debtors	9	166,685	141,050	
Cash at bank and in hand		<u>1,246,792</u>	<u>350,085</u>	
		4,853,117	4,928,063	
CREDITORS				
Amounts falling due within one year	10	<u>2,488,441</u>	<u>2,851,417</u>	
NET CURRENT ASSETS			<u>2,364,676</u>	<u>2,076,646</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			3,126,086	2,861,298
PROVISIONS FOR LIABILITIES	12		<u>27,715</u>	<u>28,883</u>
NET ASSETS			<u><u>3,098,371</u></u>	<u><u>2,832,415</u></u>
CAPITAL AND RESERVES				
Called up share capital	13	2,000		2,000
Retained earnings	14	<u>3,096,371</u>		<u>2,830,415</u>
SHAREHOLDERS' FUNDS			<u><u>3,098,371</u></u>	<u><u>2,832,415</u></u>

The financial statements were approved by the Board of Directors and authorised for issue on 5 May 2021 and were signed on its behalf by:

A Aldis - Director

Mrs B J W Crick - Director

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2020

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 January 2019	2,000	2,852,387	2,854,387
Changes in equity			
Total comprehensive income	-	(21,972)	(21,972)
Balance at 31 December 2019	<u>2,000</u>	<u>2,830,415</u>	<u>2,832,415</u>
Changes in equity			
Total comprehensive income	-	265,956	265,956
Balance at 31 December 2020	<u>2,000</u>	<u>3,096,371</u>	<u>3,098,371</u>

The notes form part of these financial statements

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	31.12.20 £	31.12.19 £
Cash flows from operating activities			
Cash generated from operations	1	917,131	681,330
Interest paid		-	(1,629)
Tax paid		(3,659)	500
Net cash from operating activities		<u>913,472</u>	<u>680,201</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(16,765)</u>	<u>(1,212)</u>
Net cash from investing activities		<u>(16,765)</u>	<u>(1,212)</u>
Increase in cash and cash equivalents		<u>896,707</u>	<u>678,989</u>
Cash and cash equivalents at beginning of year	2	350,085	(328,904)
Cash and cash equivalents at end of year	2	<u><u>1,246,792</u></u>	<u><u>350,085</u></u>

The notes form part of these financial statements

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2020

1. RECONCILIATION OF PROFIT/(LOSS) BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	31.12.20	31.12.19
	£	£
Profit/(loss) before taxation	332,236	(23,231)
Depreciation charges	40,007	44,286
Finance costs	<u>-</u>	<u>1,629</u>
	372,243	22,684
Decrease in stocks	997,288	460,697
(Increase)/decrease in trade and other debtors	(25,635)	32,218
(Decrease)/increase in trade and other creditors	(426,765)	165,731
Cash generated from operations	<u>917,131</u>	<u>681,330</u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31 December 2020

	31.12.20	1.1.20
	£	£
Cash and cash equivalents	<u>1,246,792</u>	<u>350,085</u>

Year ended 31 December 2019

	31.12.19	1.1.19
	£	£
Cash and cash equivalents	350,085	11,887
Bank overdrafts	<u>-</u>	<u>(340,791)</u>
	<u>350,085</u>	<u>(328,904)</u>

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.20	Cash flow	At 31.12.20
	£	£	£
Net cash			
Cash at bank and in hand	<u>350,085</u>	<u>896,707</u>	<u>1,246,792</u>
	<u>350,085</u>	<u>896,707</u>	<u>1,246,792</u>
Total	<u>350,085</u>	<u>896,707</u>	<u>1,246,792</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1. STATUTORY INFORMATION

Simpsons Garage (GT. Yarmouth) Limited is a private company, limited by shares , registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention

Going Concern

The Directors have considered the Company's position at the time of signing the financial statements, and in particular in the context of the current issue caused by Coronavirus and its potential impact on the Company and the wider economy. Under current circumstances it is difficult to produce meaningful forecasts of what the remainder of the year will look like due to the significant uncertainties caused by Covid-19. Nevertheless the Directors have considered the current financial strength of the Company, together with the range of measures the Directors can take to mitigate ongoing costs should they need to, plus the support being offered by the UK government. Based on this, the Directors have concluded that they have a reasonable expectation that the Company will have adequate resources to continue in operational existence for the foreseeable future, and based on the economic environment recovering within the timeframe currently been widely anticipated, at least twelve months from the date of signing these accounts, and they therefore continue to adopt the going concern basis of accounting in preparing these accounts

TURNOVER

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Turnover also includes dealer incentives.

TANGIBLE FIXED ASSETS

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Computer equipment	- 33% on cost

Those held under a finance lease are depreciated on the straight line method over the terms of the leases which are either 5 or 10 years.

STOCKS

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 items.

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

New Vehicles and Motorcaravans are received as consignment stock and cease being held on consignment when the invoice becomes payable. The invoice becomes payable at the date of sale or the expiration of the agreed consignment period. The amount of consignment stock included in stock at 31 December 2020 was £797,932 (2019 £791,875).

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

2. **ACCOUNTING POLICIES - continued**

TAXATION

Taxation for the year comprises current and deferred tax. 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 equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

DEFERRED TAX

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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.

HIRE PURCHASE AND LEASING COMMITMENTS

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

PENSION COSTS AND OTHER POST-RETIREMENT BENEFITS

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

There are two directors who are accruing benefits under money purchasing schemes.

3. **EMPLOYEES AND DIRECTORS**

	31.12.20	31.12.19
	£	£
Wages and salaries	775,598	903,117
Social security costs	80,867	69,928
Other pension costs	17,815	17,067
	<u>874,280</u>	<u>990,112</u>

The average number of employees during the year was as follows:

	31.12.20	31.12.19
	41	46
	<u>41</u>	<u>46</u>
	31.12.20	31.12.19
	£	£
Directors' remuneration	142,742	93,830
Directors' pension contributions to money purchase schemes	<u>2,218</u>	<u>1,794</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

3. EMPLOYEES AND DIRECTORS - continued

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>2</u>	<u>2</u>
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4. OPERATING PROFIT/(LOSS)

The operating profit (2019 - operating loss) is stated after charging:

	31.12.20	31.12.19
	£	£
Other operating leases	17,479	17,366
Depreciation - owned assets	40,007	44,286
Auditors' remuneration	<u>10,763</u>	<u>10,513</u>

5. INTEREST PAYABLE AND SIMILAR EXPENSES

	31.12.20	31.12.19
	£	£
Bank interest	<u>-</u>	<u>1,629</u>

6. TAXATION

Analysis of the tax charge/(credit)

The tax charge/(credit) on the profit for the year was as follows:

	31.12.20	31.12.19
	£	£
Current tax:		
UK corporation tax	67,448	3,657
Deferred tax	<u>(1,168)</u>	<u>(4,916)</u>
Tax on profit/(loss)	<u>66,280</u>	<u>(1,259)</u>

UK corporation tax has been charged at 19% (2019 - 19%).

RECONCILIATION OF TOTAL TAX CHARGE/(CREDIT) INCLUDED IN PROFIT AND LOSS

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	31.12.20	31.12.19
	£	£
Profit/(loss) before tax	<u>332,236</u>	<u>(23,231)</u>
Profit/(loss) multiplied by the standard rate of corporation tax in the UK of 19% (2019 - 19%)	63,125	(4,414)
Effects of:		
Depreciation in excess of capital allowances	3,155	3,155
Total tax charge/(credit)	<u>66,280</u>	<u>(1,259)</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

7. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST					
At 1 January 2020	830,635	440,051	218,587	47,866	1,537,139
Additions	-	12,782	-	3,983	16,765
At 31 December 2020	<u>830,635</u>	<u>452,833</u>	<u>218,587</u>	<u>51,849</u>	<u>1,553,904</u>
DEPRECIATION					
At 1 January 2020	200,705	305,479	200,621	45,682	752,487
Charge for year	<u>16,608</u>	<u>18,738</u>	<u>2,483</u>	<u>2,178</u>	<u>40,007</u>
At 31 December 2020	<u>217,313</u>	<u>324,217</u>	<u>203,104</u>	<u>47,860</u>	<u>792,494</u>
NET BOOK VALUE					
At 31 December 2020	<u>613,322</u>	<u>128,616</u>	<u>15,483</u>	<u>3,989</u>	<u>761,410</u>
At 31 December 2019	<u>629,930</u>	<u>134,572</u>	<u>17,966</u>	<u>2,184</u>	<u>784,652</u>

Included in cost of land and buildings is freehold land of £ 326,727 (2019 - £ 326,727) which is not depreciated.

8. STOCKS

	31.12.20 £	31.12.19 £
Vehicle stocks	3,321,397	4,298,321
Parts stocks	112,953	134,248
Petrol Stocks	1,188	1,284
Work-in-progress	<u>4,102</u>	<u>3,075</u>
	<u>3,439,640</u>	<u>4,436,928</u>

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.20 £	31.12.19 £
Trade debtors	114,051	92,153
Other debtors	23,882	1,993
Prepayments	<u>28,752</u>	<u>46,904</u>
	<u>166,685</u>	<u>141,050</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.20	31.12.19
	£	£
Payments on account	171,667	117,495
Trade creditors	145,408	100,580
Due to Finance Companies	1,926,343	2,509,031
Tax	67,448	3,659
Social security and other taxes	38,171	25,998
VAT	30,834	49,096
Other creditors	90,748	18,979
Holiday pay	2,492	2,491
Accruals and deferred income	15,330	24,088
	<u>2,488,441</u>	<u>2,851,417</u>

11. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	31.12.20	31.12.19
	£	£
Within one year	<u>17,000</u>	<u>17,000</u>

12. PROVISIONS FOR LIABILITIES

	31.12.20	31.12.19
	£	£
Deferred tax	<u>27,715</u>	<u>28,883</u>
		Deferred tax
		£
Balance at 1 January 2020		28,883
Provided during year		<u>(1,168)</u>
Balance at 31 December 2020		<u>27,715</u>

The deferred tax provision is all in respect of capital allowance timing differences.

13. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.12.20	31.12.19
			£	£
2,000	Ordinary	1	<u>2,000</u>	<u>2,000</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

14. RESERVES

	Retained earnings £
At 1 January 2020	2,830,415
Profit for the year	<u>265,956</u>
At 31 December 2020	<u><u>3,096,371</u></u>

15. CAPITAL COMMITMENTS

	31.12.20 £	31.12.19 £
Contracted but not provided for in the financial statements	<u>-</u>	<u>-</u>

16. ULTIMATE CONTROLLING PARTY

The company is under the control of the Wood Greaves Family.

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.