

REGISTERED NUMBER: 02997978 (England and Wales)

B.S. MOTORS LIMITED

Strategic Report, Report of the Directors and

Financial Statements for the Year Ended 31 December 2017



Michael Dufty Partnership Limited
Statutory Auditors
59-61 Charlotte Street
St Pauls Square
Birmingham
West Midlands
B3 1PX

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for the Year Ended 31 December 2017**

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B.S. MOTORS LIMITED

**Company Information
for the Year Ended 31 December 2017**

DIRECTORS:

A S Bhogal
C S Bhogal
R S Bhogal
S S Bhogal

SECRETARY:

Mr. A S Bhogal

REGISTERED OFFICE:

25 Dulverton Road
Witton
Birmingham
B6 7EQ

REGISTERED NUMBER:

02997978 (England and Wales)

AUDITORS:

Michael Dufty Partnership Limited
Statutory Auditors
59-61 Charlotte Street
St Pauls Square
Birmingham
West Midlands
B3 1PX

**Strategic Report
for the Year Ended 31 December 2017**

The directors present their strategic report for the year ended 31 December 2017.

REVIEW OF BUSINESS

The directors are pleased with performance achieved. During the period the company has achieved a turnover of £3,230,731 (2016: £2,977,712). An increase of 8.5% in turnover.

The gross profit margin has increased to 24.8% (2016: 15.3%). During the year the net profit margin has increased to 18.2% (2016: 10.5%).

The directors anticipate maintaining activity in the continuing motors operations at current levels.

The company decreased its net asset position to £1,073,706 (2016: £3,427,336) at the balance sheet date, a decrease of £2,353,630 due to a £3m distribution to its parent company.

PRINCIPAL RISKS AND UNCERTAINTIES

Risk is present in all parts of the business, but the board regularly review the risks faced by the company. The directors control these risks but believe the following are the major risks and uncertainties faced by the company at this point in time;

Maintaining operating margins. The company will continue to focus on maximising margins to achieve optimum results.

The company's finance facilities are provided by bank loans secured against the assets of the company.

ON BEHALF OF THE BOARD:



C S Bhogal - Director

2 May 2018

**Report of the Directors
for the Year Ended 31 December 2017**

The directors present their report with the financial statements of the company for the year ended 31 December 2017.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of general car repairs, the reconditioning of gearboxes and engines.

DIVIDENDS

The total distribution of dividends for the year ended 31 December 2017 will be £3,000,000.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2017 to the date of this report.

A S Bhogal
C S Bhogal
R S Bhogal
S S Bhogal

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 ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

B.S. MOTORS LIMITED (REGISTERED NUMBER: 02997978)

**Report of the Directors
for the Year Ended 31 December 2017**

AUDITORS

The auditors, Michael Dufty Partnership Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to be 'C S Bhogal', with a long horizontal stroke extending to the right.

C S Bhogal - Director

2 May 2018

Report of the Independent Auditors to the Members of B.S. Motors Limited

Opinion

We have audited the financial statements of B.S. Motors Limited (the 'company') for the year ended 31 December 2017 which comprise the Income Statement, Other 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).

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.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2017 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

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 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, 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.

Opinion 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
B.S. Motors 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 three, 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.

Our 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.

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.



David Whale ACA FCCA (Senior Statutory Auditor)
for and on behalf of Michael Dufty Partnership Limited
Statutory Auditors
59-61 Charlotte Street
St Pauls Square
Birmingham
West Midlands
B3 1PX

2 May 2018

B.S. MOTORS LIMITED (REGISTERED NUMBER: 02997978)**Income Statement
for the Year Ended 31 December 2017**

	Notes	2017 £	2016 £
TURNOVER		3,230,731	2,977,712
Cost of sales		<u>2,430,114</u>	<u>2,521,637</u>
GROSS PROFIT		800,617	456,075
Administrative expenses		<u>553,296</u>	<u>527,800</u>
		247,321	(71,725)
Other operating income		<u>352,037</u>	<u>406,393</u>
OPERATING PROFIT	4	599,358	334,668
Interest payable and similar expenses	5	<u>12,331</u>	<u>20,747</u>
PROFIT BEFORE TAXATION		587,027	313,921
Tax on profit	6	<u>(59,343)</u>	<u>62,167</u>
PROFIT FOR THE FINANCIAL YEAR		<u><u>646,370</u></u>	<u><u>251,754</u></u>

The notes form part of these financial statements

B.S. MOTORS LIMITED (REGISTERED NUMBER: 02997978)

**Other Comprehensive Income
for the Year Ended 31 December 2017**

	Notes	2017 £	2016 £
PROFIT FOR THE YEAR		646,370	251,754
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>646,370</u>	<u>251,754</u>

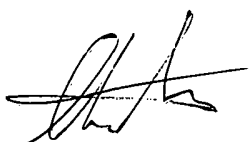
The notes form part of these financial statements

B.S. MOTORS LIMITED (REGISTERED NUMBER: 02997978)

**Balance Sheet
31 December 2017**

	Notes	2017		2016	
		£	£	£	£
FIXED ASSETS					
Tangible assets	8		1,195,749		2,643,459
CURRENT ASSETS					
Stocks	9	42,000		44,500	
Debtors	10	554,691		2,072,356	
Cash at bank		605,012		246,666	
		<u>1,201,703</u>		<u>2,363,522</u>	
CREDITORS					
Amounts falling due within one year	11	<u>1,045,221</u>		<u>1,066,907</u>	
NET CURRENT ASSETS			<u>156,482</u>		<u>1,296,615</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,352,231		3,940,074
CREDITORS					
Amounts falling due after more than one year	12		(278,525)		(332,028)
PROVISIONS FOR LIABILITIES	16		-		(180,710)
NET ASSETS			<u><u>1,073,706</u></u>		<u><u>3,427,336</u></u>
CAPITAL AND RESERVES					
Called up share capital	17		8		8
Retained earnings	18		<u>1,073,698</u>		<u>3,427,328</u>
SHAREHOLDERS' FUNDS			<u><u>1,073,706</u></u>		<u><u>3,427,336</u></u>

The financial statements were approved by the Board of Directors on 2 May 2018 and were signed on its behalf by:


C S Bhogal - Director

The notes form part of these financial statements

B.S. MOTORS LIMITED (REGISTERED NUMBER: 02997978)

**Statement of Changes in Equity
for the Year Ended 31 December 2017**

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 January 2016	8	3,425,574	3,425,582
Changes in equity			
Dividends	-	(250,000)	(250,000)
Total comprehensive income	-	251,754	251,754
Balance at 31 December 2016	8	3,427,328	3,427,336
Changes in equity			
Dividends	-	(3,000,000)	(3,000,000)
Total comprehensive income	-	646,370	646,370
Balance at 31 December 2017	8	1,073,698	1,073,706

The notes form part of these financial statements

B.S. MOTORS LIMITED (REGISTERED NUMBER: 02997978)

**Cash Flow Statement
for the Year Ended 31 December 2017**

	Notes	2017 £	2016 £
Cash flows from operating activities			
Cash generated from operations	1	1,181,445	663,698
Interest paid		(12,331)	(15,508)
Interest element of hire purchase or finance lease rental payments paid		-	(5,239)
Tax paid		(99,848)	(65,526)
Net cash from operating activities		<u>1,069,266</u>	<u>577,425</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(6,178)	(17,960)
Sale of tangible fixed assets		1,235,597	108,635
Net cash from investing activities		<u>1,229,419</u>	<u>90,675</u>
Cash flows from financing activities			
Loan repayments in year		(53,502)	(51,002)
Inter company loan movement		1,569,485	(227,897)
Capital repayments in year		-	(28,916)
Amount introduced by directors		-	84,904
Amount withdrawn by directors		-	(13,168)
Equity dividends paid		(3,000,000)	(250,000)
Net cash from financing activities		<u>(1,484,017)</u>	<u>(486,079)</u>
Increase in cash and cash equivalents		<u>814,668</u>	<u>182,021</u>
Cash and cash equivalents at beginning of year	2	(209,656)	(391,677)
Cash and cash equivalents at end of year	2	<u><u>605,012</u></u>	<u><u>(209,656)</u></u>

The notes form part of these financial statements

B.S. MOTORS LIMITED (REGISTERED NUMBER: 02997978)

**Notes to the Cash Flow Statement
for the Year Ended 31 December 2017**

1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	2017	2016
	£	£
Profit before taxation	587,027	313,921
Depreciation charges	224,312	272,535
(Profit)/loss on disposal of fixed assets	(6,021)	26,565
Finance costs	12,331	20,747
	<hr/>	<hr/>
	817,649	633,768
Decrease in stocks	2,500	8,000
(Increase)/decrease in trade and other debtors	(51,821)	118,736
Increase/(decrease) in trade and other creditors	413,117	(96,806)
	<hr/>	<hr/>
Cash generated from operations	1,181,445	663,698
	<hr/> <hr/>	<hr/> <hr/>

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 2017

	31.12.17	1.1.17
	£	£
Cash and cash equivalents	605,012	246,666
Bank overdrafts	-	(456,322)
	<hr/>	<hr/>
	605,012	(209,656)
	<hr/> <hr/>	<hr/> <hr/>

Year ended 31 December 2016

	31.12.16	1.1.16
	£	£
Cash and cash equivalents	246,666	89,612
Bank overdrafts	(456,322)	(481,289)
	<hr/>	<hr/>
	(209,656)	(391,677)
	<hr/> <hr/>	<hr/> <hr/>

The notes form part of these financial statements

**Notes to the Financial Statements
for the Year Ended 31 December 2017**

1. STATUTORY INFORMATION

B.S. Motors 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.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Turnover

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

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	- 10% to 20% on cost
Fixtures and fittings	- 20% on cost
Motor vehicles	- 20% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, 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.

Foreign currencies

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 of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2017**

2. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

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.

Functional and presentation currency

These financial statements are presented in Pound Sterling, which is the Company's functional currency.

3. EMPLOYEES AND DIRECTORS

	2017	2016
	£	£
Wages and salaries	692,856	708,886
Social security costs	55,820	62,576
Other pension costs	5,216	5,617
	<u>753,892</u>	<u>777,079</u>

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

	2017	2016
Management and administrative	4	9
Productive staff	45	47
	<u>49</u>	<u>56</u>

From January 2017 wages, salaries and related costs of £90,012 relating to certain employees (inc. directors) were recharged to B.S. Plastics Limited.

	2017	2016
	£	£
Directors' remuneration	<u>40,000</u>	<u>40,000</u>

4. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2017	2016
	£	£
Depreciation - owned assets	224,312	225,131
Depreciation - assets on hire purchase contracts or finance leases	-	47,404
(Profit)/loss on disposal of fixed assets	(6,021)	26,565
Auditors' remuneration	5,000	10,500
Operating leases - land & buildings	<u>155,025</u>	<u>108,750</u>

B.S. MOTORS LIMITED (REGISTERED NUMBER: 02997978)

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2017**

5. INTEREST PAYABLE AND SIMILAR EXPENSES

	2017	2016
	£	£
Bank interest	12,331	15,508
Hire purchase interest	-	5,239
	<u>12,331</u>	<u>20,747</u>

6. TAXATION

Analysis of the tax (credit)/charge

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

	2017	2016
	£	£
Current tax:		
UK corporation tax	121,367	99,848
Deferred tax	(180,710)	(37,681)
Tax on profit	<u>(59,343)</u>	<u>62,167</u>

Reconciliation of total tax (credit)/charge included in profit and loss

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

	2017	2016
	£	£
Profit before tax	<u>587,027</u>	<u>313,921</u>
Profit multiplied by the standard rate of corporation tax in the UK of 19.247% (2016 - 20%)	112,985	62,784
Effects of:		
Other	-	(617)
Depreciation on properties	5,424	-
Transfer of assets at WDV to BS Birmingham Ltd	(140,428)	-
Group relief	(32,885)	-
Effect of change in tax rate on deferred taxation balance	(4,439)	-
Total tax (credit)/charge	<u>(59,343)</u>	<u>62,167</u>

7. DIVIDENDS

	2017	2016
	£	£
Final	<u>3,000,000</u>	<u>250,000</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2017**

8. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 January 2017	1,409,079	2,859,281	95,998	53,036	4,417,394
Additions	-	-	6,178	-	6,178
Disposals	-	(2,217,790)	-	(14,501)	(2,232,291)
At 31 December 2017	1,409,079	641,491	102,176	38,535	2,191,281
DEPRECIATION					
At 1 January 2017	220,465	1,424,028	81,081	48,361	1,773,935
Charge for year	28,182	187,502	7,386	1,242	224,312
Eliminated on disposal	-	(988,214)	-	(14,501)	(1,002,715)
At 31 December 2017	248,647	623,316	88,467	35,102	995,532
NET BOOK VALUE					
At 31 December 2017	1,160,432	18,175	13,709	3,433	1,195,749
At 31 December 2016	1,188,614	1,435,253	14,917	4,675	2,643,459

9. STOCKS

	2017 £	2016 £
Raw materials & finished goods	42,000	44,500

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Trade debtors	452,685	328,780
Amounts owed by group undertakings	19,014	1,588,500
Prepayments	82,992	155,076
	554,691	2,072,356

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Bank loans and overdrafts (see note 13)	51,609	507,931
Trade creditors	380,048	193,180
Tax	121,367	99,848
Social security and other taxes	12,098	12,161
VAT	331,623	74,979
Other creditors	180	501
Accrued expenses	148,296	178,307
	1,045,221	1,066,907

B.S. MOTORS LIMITED (REGISTERED NUMBER: 02997978)

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2017**

12. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2017 £	2016 £
Bank loans (see note 13)	<u>278,525</u>	<u>332,028</u>

13. LOANS

An analysis of the maturity of loans is given below:

	2017 £	2016 £
Amounts falling due within one year or on demand:		
Bank overdrafts	-	456,322
Bank loans	<u>51,609</u>	<u>51,609</u>
	<u>51,609</u>	<u>507,931</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	<u>53,558</u>	<u>53,558</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>167,838</u>	<u>173,122</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	<u>57,129</u>	<u>105,348</u>

14. LEASING AGREEMENTS

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

	2017 £	2016 £
Within one year	<u>155,000</u>	<u>155,000</u>

15. SECURED DEBTS

The following secured debts are included within creditors:

	2017 £	2016 £
Bank overdraft	-	456,322
Bank loans	<u>330,134</u>	<u>383,637</u>
	<u>330,134</u>	<u>839,959</u>

The bank loans are secured by a debenture over the assets of the company.

The directors have given personal guarantees to support the companies bank borrowings.

B.S. MOTORS LIMITED (REGISTERED NUMBER: 02997978)

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2017**

16. PROVISIONS FOR LIABILITIES

	2017 £	2016 £
Deferred tax	-	180,710
	<u> </u>	<u> </u>
		Deferred tax £
Balance at 1 January 2017		180,710
Transfer of assets at tax WDV		(140,428)
Accelerated capital allowances		(40,282)
		<u> </u>
Balance at 31 December 2017		-
		<u> </u>

17. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2017 £	2016 £
8	Ordinary	£1	8	8
			<u> </u>	<u> </u>

18. RESERVES

	Retained earnings £
At 1 January 2017	3,427,328
Profit for the year	646,370
Dividends	(3,000,000)
	<u> </u>
At 31 December 2017	1,073,698
	<u> </u>

19. ULTIMATE PARENT COMPANY

B.S. Birmingham Limited is regarded by the directors as being the company's ultimate parent company.

20. CONTINGENT LIABILITIES

The B.S. Birmingham group has given a guarantee for the borrowings of JK Properties Birmingham Limited to the value of £3,413,500.

21. RELATED PARTY DISCLOSURES

Other Related Parties

	2017 £	2016 £
Sales	860	-
Rent Charge Credit	8,787	72,500
Recharged purchases and expenses	-	1,514
	<u> </u>	<u> </u>

22. ULTIMATE CONTROLLING PARTY

The Company has no ultimate controlling party as no individual holds a controlling interest in the share capital of B.S. Birmingham Limited, the company's ultimate parent company.