

Company Registration No. 03822178 (England and Wales)

TEAMWORKS KARTING LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2022
PAGES FOR FILING WITH REGISTRAR

TEAMWORKS KARTING LIMITED

COMPANY INFORMATION

Directors	Mr J M Handley Mr M A Bryant Mrs S J Schehtman
Company number	03822178
Registered office	202 Fazeley Street Birmingham West Midlands B5 5SE
Accountants	Ormerod Rutter Limited The Oakley Kidderminster Road Droitwich Worcestershire WR9 9AY
Bankers	Lloyds Bank Plc 207 High Street Erdington Birmingham B23 6SZ

TEAMWORKS KARTING LIMITED

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TEAMWORKS KARTING LIMITED

ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF TEAMWORKS KARTING LIMITED FOR THE YEAR ENDED 28 FEBRUARY 2022

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Teamworks Karting Limited for the year ended 28 February 2022 which comprise, the balance sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of Teamworks Karting Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Teamworks Karting Limited and state those matters that we have agreed to state to the Board of Directors of Teamworks Karting Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Teamworks Karting Limited and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that Teamworks Karting Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Teamworks Karting Limited. You consider that Teamworks Karting Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Teamworks Karting Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Ormerod Rutter Limited

9 August 2022

Chartered Accountants

The Oakley
Kidderminster Road
Droitwich
Worcestershire
WR9 9AY

TEAMWORKS KARTING LIMITED

BALANCE SHEET

AS AT 28 FEBRUARY 2022

		2022	2021
	Notes	£	£
Fixed assets			
Intangible assets	5	10,114	37,313
Tangible assets	4	781,832	732,190
Investments	6	60	70
		<u>792,006</u>	<u>769,573</u>
Current assets			
Stocks		79,702	61,489
Debtors	7	523,343	115,535
Cash at bank and in hand		745,006	416,353
		<u>1,348,051</u>	<u>593,377</u>
Creditors: amounts falling due within one year	8	<u>(439,424)</u>	<u>(516,232)</u>
Net current assets		<u>908,627</u>	<u>77,145</u>
Total assets less current liabilities		<u>1,700,633</u>	<u>846,718</u>
Creditors: amounts falling due after more than one year	9	(282,029)	(424,431)
Provisions for liabilities	11	<u>(120,480)</u>	<u>-</u>
Net assets		<u>1,298,124</u>	<u>422,287</u>
Capital and reserves			
Called up share capital	12	107	107
Share premium account		-	752,466
Revaluation reserve		84,040	84,040
Profit and loss reserves		1,213,977	(414,326)
Total equity		<u>1,298,124</u>	<u>422,287</u>

TEAMWORKS KARTING LIMITED

BALANCE SHEET (CONTINUED)

AS AT 28 FEBRUARY 2022

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 year ended 28 February 2022 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 year 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.

The financial statements were approved by the board of directors and authorised for issue on 9 August 2022 and are signed on its behalf by:

Mr M A Bryant
Director

Company Registration No. 03822178

TEAMWORKS KARTING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28 FEBRUARY 2022

1 Accounting policies

Company information

Teamworks Karting Limited is a private company limited by shares incorporated in England and Wales. The registered office is 202 Fazeley Street, Birmingham, West Midlands, B5 5SE.

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

The company has taken advantage of the exemption under section 399 of the Companies Act 2006 not to prepare consolidated accounts, on the basis that the group of which this is the parent qualifies as a small group. The financial statements present information about the company as an individual entity and not about its group.

1.2 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.

Revenue from the sale of goods 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.

Revenue from the provision of services is recognised by reference to the stage of completion, when the costs incurred and costs to complete can be estimated reliably.

1.3 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 ten years.

1.4 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 improvements	7% on cost
Plant and equipment	20% on reducing balance
Computer equipment	33% on cost

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.

TEAMWORKS KARTING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 FEBRUARY 2022

1 Accounting policies

(Continued)

Individual plant and equipment are revalued every three to five years, with the surplus or deficit on book value being transferred to the revaluation reserve. A deficit in excess of any previously recognised surplus over depreciated cost relating to the same plant or equipment, or the reversal of such deficit, is charged or credited to the profit and loss account. A deficit that represents a clear consumption of economic benefits is charged to the profit and loss account regardless of any such previous surplus.

1.5 Fixed asset investments

Interests in subsidiaries, associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

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.

Stocks held for distribution at no or nominal consideration are measured at the lower of replacement cost and cost, adjusted where applicable for any loss of service potential.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.7 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.

TEAMWORKS KARTING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 FEBRUARY 2022

1 Accounting policies

(Continued)

1.8 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

1.9 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.10 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to the profit and loss account so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

Rental income from operating leases is recognised on a straight line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight line basis over the lease term.

1.11 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.

Government grants relating to turnover are recognised as income over the periods when the related costs are incurred. Grants relating to an asset are recognised in income systematically over the asset's expected useful life. If part of such a grant is deferred it is recognised as deferred income rather than being deducted from the asset's carrying amount.

1.12 Management charges

Management charges paid represent amounts paid to subsidiary undertakings to contribute towards overheads.

2 Exceptional costs/(income)

	2022 £	2021 £
Loans written off	(10)	(677,258)

During this year and in the previous year, loans to connected parties have been written off at the agreement of the directors.

3 Employees

The average monthly number of persons (including directors) employed by the company during the year was 15 (2021 - 12).

TEAMWORKS KARTING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 FEBRUARY 2022

4 Tangible fixed assets

	Leasehold improvements £	Plant and equipment £	Computer equipment £	Total £
Cost				
At 1 March 2021	671,565	1,730,824	110,951	2,513,340
Additions	27,102	146,515	35,316	208,933
Disposals	-	(10,288)	(304)	(10,592)
At 28 February 2022	698,667	1,867,051	145,963	2,711,681
Depreciation and impairment				
At 1 March 2021	446,872	1,254,175	80,101	1,781,148
Depreciation charged in the year	29,696	121,461	8,136	159,293
Eliminated in respect of disposals	-	(10,288)	(304)	(10,592)
At 28 February 2022	476,568	1,365,348	87,933	1,929,849
Carrying amount				
At 28 February 2022	222,099	501,703	58,030	781,832
At 28 February 2021	224,693	476,648	30,849	732,190

The net carrying value of tangible fixed assets includes the following in respect of assets held under finance leases or hire purchase contracts.

	2022 £	2021 £
Plant and equipment	48,601	60,750

5 Intangible fixed assets

	Goodwill £
Cost	
At 1 March 2021	60,213
Disposals	(23,213)
At 28 February 2022	37,000
Amortisation and impairment	
At 1 March 2021	22,900
Amortisation charged for the year	5,286
Disposals	(1,300)
At 28 February 2022	26,886
Carrying amount	
At 28 February 2022	10,114
At 28 February 2021	37,313

TEAMWORKS KARTING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 FEBRUARY 2022

6 Fixed asset investments

	2022 £	2021 £
Investments	60	70

Movements in fixed asset investments

	Shares in group undertakings £
Cost or valuation	
At 1 March 2021	70
Disposals	(10)
At 28 February 2022	60
Carrying amount	
At 28 February 2022	60
At 28 February 2021	70

7 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Trade debtors	13,206	1,817
Amounts owed by group undertakings	488,172	-
Other debtors	21,965	77,661
	523,343	79,478
Deferred tax asset	-	36,057
	523,343	115,535

8 Creditors: amounts falling due within one year

	2022 £	2021 £
Bank loans and overdrafts	90,523	33,333
Trade creditors	109,194	209,656
Amounts owed to group undertakings	31,180	19,144
Taxation and social security	95,854	78,266
Other creditors	112,673	175,833
	439,424	516,232

TEAMWORKS KARTING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 FEBRUARY 2022

9 Creditors: amounts falling due after more than one year

	2022 £	2021 £
Bank loans and overdrafts	282,029	405,240
Other creditors	-	19,191
	<u>282,029</u>	<u>424,431</u>

10 Secured debts

The following secured debts are included within creditors:

	2022 £	2021 £
Hire purchase contracts	25,212	59,261
Bank loans	372,552	438,573
	<u>397,764</u>	<u>497,834</u>

Hire purchase contracts are secured against the assets to which they relate.

Bank loans are secured by way of a fixed and floating charge over all assets of the company, and by way of a government-backed guarantee.

11 Provisions for liabilities

	2022 £	2021 £
Deferred tax liabilities	120,480	-
	<u>120,480</u>	<u>-</u>

12 Called up share capital

	2022 £	2021 £
Ordinary share capital		
Issued and fully paid		
1,073,000 Ordinary A of £0.0001p each	107	107
	<u>107</u>	<u>107</u>

13 Related party transactions

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.

TEAMWORKS KARTING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 FEBRUARY 2022

14 Control

Ultimate parent company

The ultimate parent company is Teamworks Karting Holdings Limited, a company registered in England and Wales.

Ultimate controlling party

The ultimate controlling party is Mr M A Bryant and Mrs S J Schehtman, by virtue of their interest in the ultimate parent 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.