

# A & K Travel Limited

Annual Report and Unaudited Financial Statements  
for the Year Ended 31 August 2019

Gibbons  
Chartered Accountants  
Carleton House  
136 Gray Street  
Workington  
Cumbria  
CA14 2LU

# A & K Travel Limited

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## **A & K Travel Limited**

### **Company Information**

**Directors** Miss A Holliday  
Mr R K Scales

**Company secretary** Miss A Holliday

**Registered office** Carleton House  
136 Gray Street  
Workington  
Cumbria  
CA14 2LU

**Bankers** Co-operative Bank Plc  
Central Commercial Branch  
PO Box 250  
Skelmersdale  
WN8 6WT

**Accountants** Gibbons  
Chartered Accountants  
Carleton House  
136 Gray Street  
Workington  
Cumbria  
CA14 2LU

**A & K Travel Limited**  
**(Registration number: 04466109)**  
**Balance Sheet as at 31 August 2019**

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Tangible assets	<u>5</u>	14,295	19,500
<b>Current assets</b>			
Debtors	<u>6</u>	2,205	3,087
Cash at bank and in hand		3,203	5,022
		5,408	8,109
<b>Creditors: Amounts falling due within one year</b>	<u>7</u>	(11,842)	(11,787)
<b>Net current liabilities</b>		(6,434)	(3,678)
<b>Total assets less current liabilities</b>		7,861	15,822
<b>Creditors: Amounts falling due after more than one year</b>	<u>7</u>	(1,863)	(5,855)
<b>Provisions for liabilities</b>		(582)	(1,236)
<b>Net assets</b>		5,416	8,731
<b>Capital and reserves</b>			
Called up share capital		100	100
Profit and loss account		5,316	8,631
<b>Total equity</b>		5,416	8,731

For the financial year ending 31 August 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

**Directors' responsibilities:**

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

The notes on pages 4 to 8 form an integral part of these financial statements.  
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**A & K Travel Limited**

**(Registration number: 04466109)**  
**Balance Sheet as at 31 August 2019**

Approved and authorised by the Board on 7 January 2020 and signed on its behalf by:

.....

Mr R K Scales

Director

The notes on pages 4 to 8 form an integral part of these financial statements.

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# **A & K Travel Limited**

## **Notes to the Financial Statements for the Year Ended 31 August 2019**

### **1 General information**

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Carleton House  
136 Gray Street  
Workington  
Cumbria  
CA14 2LU  
England

The principal place of business is:

22 Kirklea  
Little Broughton  
Cockermouth  
Cumbria  
CA13 0NA

### **2 Accounting policies**

#### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### **Statement of compliance**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

#### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

#### **Tangible assets**

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

## **A & K Travel Limited**

### **Notes to the Financial Statements for the Year Ended 31 August 2019**

#### **Depreciation**

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Equipment	10% reducing balance basis
Motor vehicles	25% reducing balance basis

#### **Goodwill**

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

#### **Amortisation**

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

<b>Asset class</b>	<b>Amortisation method and rate</b>
Goodwill	Straight line over 10 years

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### **Trade debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

#### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

## **A & K Travel Limited**

### **Notes to the Financial Statements for the Year Ended 31 August 2019**

#### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

#### **Leases**

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

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

#### **Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

#### **Dividends**

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

#### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 3 (2018 - 3).



# A & K Travel Limited

## Notes to the Financial Statements for the Year Ended 31 August 2019

### 4 Intangible assets

	Goodwill £	Total £
<b>Cost or valuation</b>		
At 1 September 2018	15,000	15,000
At 31 August 2019	15,000	15,000
<b>Amortisation</b>		
At 1 September 2018	15,000	15,000
At 31 August 2019	15,000	15,000
<b>Carrying amount</b>		
At 31 August 2019	-	-

### 5 Tangible assets

	Equipment £	Motor vehicles £	Total £
<b>Cost or valuation</b>			
At 1 September 2018	5,615	62,852	68,467
Additions	284	-	284
Disposals	-	(14,095)	(14,095)
At 31 August 2019	5,899	48,757	54,656
<b>Depreciation</b>			
At 1 September 2018	3,475	45,492	48,967
Charge for the year	319	4,335	4,654
Eliminated on disposal	-	(13,260)	(13,260)
At 31 August 2019	3,794	36,567	40,361
<b>Carrying amount</b>			
At 31 August 2019	2,105	12,190	14,295
At 31 August 2018	2,140	17,360	19,500

### 6 Debtors

	2019 £	2018 £
Other debtors	2,205	3,087
Total current trade and other debtors	2,205	3,087



# A & K Travel Limited

## Notes to the Financial Statements for the Year Ended 31 August 2019

### 7 Creditors

#### Amounts falling due within one year

	Note	2019 £	2018 £
Loans and borrowings	<u>8</u>	3,993	3,993
Trade creditors		2,550	3,370
Taxation and social security		1,439	1,943
Other creditors		3,860	2,364
Corporation tax control		-	117
		<u>11,842</u>	<u>11,787</u>

#### Amounts falling due after more than one year

	Note	2019 £	2018 £
Loans and borrowings	<u>8</u>	<u>1,863</u>	<u>5,855</u>

### 8 Loans and borrowings

	2019 £	2018 £
<b>Non-current loans and borrowings</b>		
Hire purchase contracts	<u>1,863</u>	<u>5,855</u>

	2019 £	2018 £
<b>Current loans and borrowings</b>		
Hire purchase contracts	<u>3,993</u>	<u>3,993</u>

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.