

B & B COMPONENTS LIMITED

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2016

B & B COMPONENTS LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2016

DIRECTORS

S J Whitehead

A J Bryan

SECRETARY

A J Bryan

REGISTERED OFFICE

Unit 11 Granville Road
Maidstone
Kent ME14 2BJ

COMPANY REGISTERED NUMBER

04718672

BANKERS

National Westminster plc
3 High Street
Maidstone
Kent ME14 1XU

ACCOUNTANT

Richard Ayling FAIA FFA ATT

The Old Barn
Barling Farm
East Sutton
Maidstone
Kent ME17 3DX

B & B COMPONENTS LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2016

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The following do not form part of the statutory financial statements:

15	Trading and Profit and Loss Account
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B & B COMPONENTS LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 30 APRIL 2016

The directors present their report and the financial statements of the company for the year ended 30 April 2016.

PRINCIPAL ACTIVITIES

The principal activity of the company is that of motor spares retailer.

FINANCIAL INSTRUMENT RISK

RESULTS AND DIVIDENDS

	2016	2015
	£	£
Profit after tax for the year	172,388	98,699
Interim dividends	161,114	114,800

DIRECTORS

The directors who served during the year were as follows:

S J Whitehead
A J Bryan

SMALL COMPANY EXEMPTIONS

This report has 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.

This report was approved by the board on 15 June 2016 and signed on their behalf.

Signed
A J Bryan

ACCOUNTANT'S REPORT TO THE BOARD OF DIRECTORS
ON THE PREPARATION OF THE UNAUDITED STATUTORY ACCOUNTS OF
B & B COMPONENTS LIMITED
FOR THE YEAR ENDED 30 APRIL 2016

In order to assist you to fulfil your duties under the Companies Act 2006, I have prepared for your approval the accounts of B & B Components Limited for the year ended 30 April 2016 which comprise the Income Statement, Statement of Financial Position and the related notes from the company's accounting records and from information and explanations you have given to me.

This report is made solely to the Board of Directors of B & B Components Limited, as a body, in accordance with the terms of my engagement letter dated 28 June 2011. My work has been undertaken solely to prepare for your approval the accounts of B & B Components Limited and state those matters that I have agreed to state to the Board of Directors of B & B Components Limited, as a body, in this report. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than B & B Components Limited and its Board of Directors as a body for my work or for this report.

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

I have not been instructed to carry out an audit or a review of the accounts of B & B Components Limited. For this reason, I have not verified the accuracy or completeness of the accounting records or information and explanations you have given to me and I do not, therefore, express any opinion on the statutory accounts.

Richard Ayling FAIA FFA ATT

The Old Barn
Barling Farm
East Sutton
Maidstone
Kent ME17 3DX

B & B COMPONENTS LIMITED
INCOME STATEMENT
FOR THE YEAR ENDED 30 APRIL 2016

	Note	2016 £	2015 £
TURNOVER	2	820,062	626,954
Cost of sales		389,166	327,536
GROSS PROFIT		430,896	299,418
Distribution costs and selling expenses		72,794	52,707
Administrative expenses		142,631	123,342
OPERATING PROFIT	3	215,471	123,369
Other interest receivable and similar income		8	5
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		215,479	123,374
Tax on ordinary activities	6	43,091	24,675
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		172,388	98,699
PROFIT FOR THE FINANCIAL YEAR		£172,388	£98,699

The notes on pages 7-14 form part of these financial statements

B & B COMPONENTS LIMITED

Company registered number: 04718672

STATEMENT OF FINANCIAL POSITION AT 30 April 2016

	Note	2016	2015
		£	£
FIXED ASSETS			
Property, plant and equipment		3,480	4,639
CURRENT ASSETS			
Inventories	50,000		62,000
Debtors	90,513		12,167
Cash at bank and in hand	2,448		4,752
	142,961		78,919
CREDITORS: Amounts falling due within one year	131,761		80,038
NET CURRENT ASSETS/(LIABILITIES)		11,200	(1,119)
TOTAL ASSETS LESS CURRENT LIABILITIES		14,680	3,520
PROVISIONS FOR LIABILITIES		(1,070)	(1,184)
NET ASSETS		£13,610	£2,336
CAPITAL AND RESERVES			
Called up share capital		5	5
Retained earnings	13,605		2,331
SHAREHOLDERS' FUNDS		£13,610	£2,336

In approving these financial statements as directors of the company we hereby confirm the following:

For the year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- 1) The members have not required the company to obtain an audit of its financial statements for the year ended 30 April 2016 in accordance with section 476 of the Companies Act 2006.
- 2) 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 accounts were approved by the board of directors on 15 June 2016

S J Whitehead, Director

The notes on pages 7-14 form part of these financial statements

B & B COMPONENTS LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30 APRIL 2016

1. SIGNIFICANT ACCOUNTING POLICIES

1a. Statement of compliance

B & B Components Limited is a private company limited by shares incorporated in England.

Registered office:

Unit 11 Granville Road
Maidstone
Kent ME14 2BJ

These financial statements are the first financial statements that comply with FRS 102. The date of transition is 1 May 2015. These financial statements have been prepared in accordance with the provisions of Section 1A of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006.

1b. Basis of accounting

The financial statements have been prepared under the historical cost convention. The presentation currency is £ sterling.

1c. Revenue recognition

Income is recognised when goods have been delivered to customers such that risks and rewards of ownership have transferred to them.

1d. Taxation

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible timing differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period 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 assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities. Current or deferred tax for the year is recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

Intangible assets

B & B Components Limited acquired the goodwill of the partnership formerly known as B & B Components at incorporation on 1 May 2003 for £39,680. The goodwill has been fully amortised.

B & B COMPONENTS LIMITED
NOTES TO THE ACCOUNTS (CONT.)
FOR THE YEAR ENDED 30 APRIL 2016

1. SIGNIFICANT ACCOUNTING POLICIES (CONT.)

1f. Property, plant and equipment

Depreciation is provided, after taking account of any grants receivable, at the following annual rates in order to write off each asset over its estimated useful life.

Vehicles	Reducing balance 25%
Equipment	Reducing balance 25%

1g. Inventories

Stocks are stated at the lower of cost and net realisable value. Cost includes all costs incurred in bringing each product to its present location and condition.

1h. Short term debtors and creditors

Debtors and creditors receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in profit and loss.

1i. Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the statement of financial position, bank overdrafts are shown within borrowings or current liabilities. For the purpose of statement of cash flows, bank overdrafts which are repayable on demand form an integral part of the Company's cash management are included as a component of cash and cash equivalents.

1j. Employee benefits

The obligations for contributions to defined contribution scheme are recognised as an expense as incurred. The assets of the scheme are held separately from those of the Company in an independent administered fund.

1k. Judgements and key sources of estimation uncertainty

In the application of the Company's accounting policies, management is required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

B & B COMPONENTS LIMITED
NOTES TO THE ACCOUNTS (CONT.)
FOR THE YEAR ENDED 30 APRIL 2016

2. Turnover

Turnover represents the amounts derived from the provision of goods and services which fall within the company's ordinary activities, stated net of value added tax.

Turnover is analysed as follows:

	2016	2015
	£	£
Continuing operations:		
Sale of goods		
Rendering of services		
Interest received		
Royalties		
Dividends		
Commissions received		
Grants		

3. OPERATING PROFIT

	2016	2015
	£	£

Profit on ordinary activities is stated after charging:

Depreciation, amortisation and impairment		
Property, plant and equipment: owned	1,159	1,547
Directors' remuneration	16,208	16,213
	<hr/>	<hr/>

4. DIRECTORS AND EMPLOYEES

Employee costs during the year amounted to:	2016	2015
	£	£
Wages and salaries	40,875	28,282
	<hr/>	<hr/>

The average weekly number of employees during the year were as follows:

	2016	2015
	No.	No.
Management and administration	2	2
Production and sales	3	3
	<hr/>	<hr/>
	5	5
	<hr/>	<hr/>

Directors' remuneration:

	2016	2015
	£	£
Remuneration	16,208	16,213

5. INTEREST RECEIVABLE AND SIMILAR INCOME

	2016	2015
	£	£
Bank interest receivable	8	5
	<hr/>	<hr/>
	(£8)	(£5)
	<hr/>	<hr/>

B & B COMPONENTS LIMITED
NOTES TO THE ACCOUNTS (CONT.)
FOR THE YEAR ENDED 30 APRIL 2016

6. TAX ON PROFIT ON ORDINARY ACTIVITIES

	2016	2015
	£	£
UK Corporation tax	43,209	24,695
Deferred taxation	(113)	(20)
	<u>43,096</u>	<u>24,675</u>
Adjustment of current taxation in respect of prior years	(5)	-
	<u>£43,091</u>	<u>£24,675</u>

UK corporation tax has been charged at 20%

The tax assessed for the period is higher than the standard rate of UK taxation. The differences are explained below:

Profit on ordinary activities before tax	215,479	123,374
Profit on ordinary activities multiplied by the standard rate of 20% (2015 - 20%)	43,096	24,675
Expenses not deductible for tax purposes	113	20
Income not taxable for tax purposes		
Deferred taxation	(113)	(20)
Adjustments to tax charge in respect of prior years	(5)	-
Total tax charge for the period	<u>43,091</u>	<u>24,675</u>

7. INTANGIBLE FIXED ASSETS

	Goodwill	Total
	£	£
Cost		
At 1 May 2015	39,680	39,680
At 30 April 2016	<u>39,680</u>	<u>39,680</u>
Amortisation		
At 1 May 2015	39,680	39,680
At 30 April 2016	<u>39,680</u>	<u>39,680</u>
Net Book Amounts		
At 30 April 2016	<u>-</u>	<u>-</u>

B & B COMPONENTS LIMITED
NOTES TO THE ACCOUNTS (CONT.)
FOR THE YEAR ENDED 30 APRIL 2016

8. PROPERTY, PLANT AND EQUIPMENT

	Plant & Machinery £	Fixtures & Equipment £	Total £
Cost			
At 1 May 2015	13,407	8,267	21,674
At 30 April 2016	13,407	8,267	21,674
Depreciation			
At 1 May 2015	10,146	6,889	17,035
For the year	815	344	1,159
At 30 April 2016	10,961	7,233	18,194
Net Book Amounts			
At 30 April 2016	2,446	1,034	3,480
At 30 April 2015	3,261	1,378	4,639

9. INVENTORIES

	2016	2015
	£	£
Stock comprises:		
Stock	50,000	62,000
	£50,000	£62,000

Stocks recognised as an expense in the period were £389,166 (2015 - £327,536)

10. DEBTORS

	2016	2015
	£	£
Amounts falling due within one year:		
Trade debtors	668	812
Other debtors	88,499	9,310
	£89,167	£10,122
Amounts falling due after more than one year:		
Amounts owed by other participating interests	1,346	2,045
	£1,346	£2,045

B & B COMPONENTS LIMITED
NOTES TO THE ACCOUNTS (CONT.)
FOR THE YEAR ENDED 30 APRIL 2016

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016	2015
	£	£
Trade creditors	36,191	30,611
Corporation tax	51,988	26,717
Other taxes and social security	44,549	24,340
Other creditors	(967)	(1,630)
	<u>£131,761</u>	<u>£80,038</u>

The overdraft facility extended by the bank for the business is secured by the personal guarantees of the directors and against the home of the director, Mr S.J. Whitehead.

12. CREDITORS: AMOUNTS FALLING DUE AFTER ONE YEAR

2016	2015
£	£
<u>£-</u>	<u>£-</u>

13. PROVISIONS FOR LIABILITIES

	Deferred tax
	£
At 1 May 2015	1,184
Additions during the year	
Charged against the provision	
Unused amounts reversed	
Change in discount rate	
At 30 April 2016	<u>1,070</u>

Deferred taxation:

The provision for deferred taxation is made up of accelerated capital allowances.

14. SHARE CAPITAL

	2016	2015
	£	£
Allotted, issued and fully paid:		
5 Ordinary shares class 1 of £1 each	<u>£5</u>	<u>£5</u>

B & B COMPONENTS LIMITED
NOTES TO THE ACCOUNTS (CONT.)
FOR THE YEAR ENDED 30 APRIL 2016

15. DIVIDENDS

	2016	2015
	£	£
Ordinary dividends:-		
Interim paid	161,114	114,800
	<u>£161,114</u>	<u>£114,800</u>

16. RESERVES

17. DIRECTORS ADVANCES, CREDITS AND GUARANTEES

Included in other debtors are loans to directors. They are unsecured, interest free and repayable on demand.

	2015	Advanced	Repaid	2016
	£	£	£	£
S.J. Whitehead	1,219	-	-	1,219
A.J. Bryan	3,882	-	-	3,882
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

18. RELATED PARTY TRANSACTIONS

The key management personnel of the company are the directors and their remuneration is shown above.

Please see the preceding note in respect of advances to the directors.

The directors received dividends in 2016 of £109,914 (2015 £79,000)

The company pays rent at an arm's length value to B & B Components Cars Ltd, a company owned by the directors. B & B Components Cars Ltd owes the company for 2016 £1346 (2015 £2,045).

B & B COMPONENTS LIMITED
NOTES TO THE ACCOUNTS (CONT.)
FOR THE YEAR ENDED 30 APRIL 2016

TRANSITION TO FRS 102

Reconciliation of equity

	Note	As previously stated	Effect of transition	FRS 102 (as restated)
At 1 May 2015		£	£	£
Fixed assets		4,639	-	4,639
Current assets		78,919	-	78,919
Creditors: amounts due within one year		80,038	212	80,250
Net current assets		(1,119)	(212)	(1,331)
Total assets less current liabilities		3,520	(212)	33,308
Creditors: amounts due after more than one year			-	
Provisions for liabilities		1,184	-	1,184
Net assets		2,336	-	2,336
Capital and reserves		2,336	-	2,336
At 30 April 2016				
Fixed assets		3,480	-	3,480
Current assets		142,961	-	142,961
Creditors: amounts due within one year		131,549	212	131,761
Net current assets		11,412	(212)	11,200
Total assets less current liabilities		14,892	(212)	14,680
Creditors: amounts due after more than one year				
Provisions for liabilities		1,070	-	1,070
Net assets		13,822	-	13,610
Capital and reserves		13,822	-	13,610

Reconciliation of profit or loss for the year

	Note	As previously stated	Effect of transition	FRS 102 (as restated)
Year ended 30 April 2016		£	£	£
Turnover		820,062	-	820,062
Cost of sales		389,166	-	389,166
Gross profit		430,896	-	430,896
Administrative expenses		215,162	263	215,425
Other operating income				
Operating profit		215,736	(263)	215,471
Interest receivable and similar income		8	-	8
Interest payable and similar charges				
Taxation		43,262	(53)	43,209
Profit on ordinary activities after taxation and for the financial year		172,482	(212)	172,270

B & B COMPONENTS LIMITED
TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 APRIL 2016

	2016		2015
	£	£	£
Turnover		820,062	626,954
Cost of sales:			
Stock at 30 April 2015	62,000		47,000
Purchases	377,166		342,536
	<u>439,166</u>		<u>389,536</u>
Stock at 30 April 2016	50,000		62,000
		<u>389,166</u>	<u>327,536</u>
Gross profit		430,896	299,418
Other income		8	5
		<u>430,904</u>	<u>299,423</u>
Less:			
Distribution costs	71,104		51,674
Selling and marketing costs	1,690		1,033
Administrative expenses	141,472		121,795
Depreciation and amortisation	1,159		1,547
		<u>215,425</u>	<u>176,049</u>
Net profit for the year before taxation		215,479	123,374
Taxation		43,091	24,675
Net profit for the year after taxation		<u>172,388</u>	<u>98,699</u>
Interim dividends	161,114		114,800
		<u>161,114</u>	<u>114,800</u>
		11,274	(16,101)
Retained profits brought forward		2,331	18,432
Retained profits carried forward		<u>£13,605</u>	<u>£2,331</u>

This page does not form part of the Company's Statutory Financial Statements and is prepared for the information of the Directors only.

B & B COMPONENTS LIMITED
PROFIT AND LOSS ACCOUNT SUMMARIES
FOR THE YEAR ENDED 30 APRIL 2016

	2016 £	2015 £
Other income		
Bank interest receivable	(8)	(5)
	<u>£8</u>	<u>£5</u>
 Distribution costs:		
Freight out, carriage, packing	71,104	51,674
	<u>£71,104</u>	<u>£51,674</u>
 Selling and marketing costs:		
Advertising & sales promotion	248	789
Travel & subsistence	1,442	244
	<u>£1,690</u>	<u>£1,033</u>
 Administrative expenses:		
Rent payable	16,800	16,800
Water rates	221	143
Light and heat	1,343	1,175
Repairs & renewals	346	-
Directors remuneration	16,208	16,213
Directors NIC (employer)	-	97
General wages	40,875	28,282
Small tools & consumables	170	-
Uniforms & protective clothing	1,214	-
Staff welfare	234	-
Equipment rental	702	612
Computer costs	1,274	1,234
Motor expenses	2,808	1,521
Accountancy	790	1,035
Insurance	903	442
Stationery & office supplies	381	143
Telephone	918	913
Sundry expenses	1,104	64
E-bay, Amazon etc charges	53,108	50,938
Card charges	549	825
Bank charges	1,524	1,358
	<u>£141,472</u>	<u>£121,795</u>

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B & B COMPONENTS LIMITED
PROFIT AND LOSS ACCOUNT SUMMARIES
FOR THE YEAR ENDED 30 APRIL 2016

	2016	2015
	£	£
Depreciation and amortisation:		
Depreciation of vehicles	815	1,087
Depreciation of equipment	344	460
	<hr/> £1,159	<hr/> £1,547

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Statements and is prepared for the information of the Directors only.

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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.