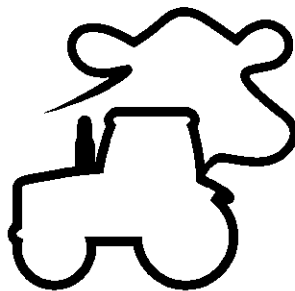


**SOUTHWEST MOTORHOMES SALES, HIRE AND SERVICES LIMITED
ANNUAL REPORT AND UNAUDITED FILLETED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2020**



Southwest Motorhomes Sales, Hire and Services Limited

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Southwest Motorhomes Sales, Hire and Services Limited

Company Information

Director S Foord

Registered office 39-40 High Street
Taunton
Somerset
TA1 3PN

Accountants Pat Tomlinson Accountancy Ltd
Chartered Accountants
39-40 High Street
Taunton
Somerset
TA1 3PN

Southwest Motorhomes Sales, Hire and Services Limited

(Registration number: 07759575)

Balance Sheet as at 31 October 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	<u>4</u>	46,441	71,146
Current assets			
Stocks	<u>5</u>	1,112,296	1,436,007
Debtors	<u>6</u>	295,286	227,212
Cash at bank and in hand		300,609	87,122
		<u>1,708,191</u>	<u>1,750,341</u>
Creditors: Amounts falling due within one year	<u>7</u>	<u>(1,284,177)</u>	<u>(1,487,307)</u>
Net current assets		<u>424,014</u>	<u>263,034</u>
Total assets less current liabilities		470,455	334,180
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>(215,000)</u>	<u>(170,035)</u>
Net assets		<u><u>255,455</u></u>	<u><u>164,145</u></u>
Capital and reserves			
Called up share capital		1,000	1,000
Profit and loss account		<u>254,455</u>	<u>163,145</u>
Total equity		<u><u>255,455</u></u>	<u><u>164,145</u></u>

The notes on pages 4 to 12 form an integral part of these financial statements.

Southwest Motorhomes Sales, Hire and Services Limited

(Registration number: 07759575)

Balance Sheet as at 31 October 2020

For the financial year ending 31 October 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges her 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.

Approved and authorised by the director on 23 February 2021

S Foord
Director

The notes on pages 4 to 12 form an integral part of these financial statements.

Southwest Motorhomes Sales, Hire and Services Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2020

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:

39-40 High Street
Taunton
Somerset
TA1 3PN

The principal place of business is:

Unit 1 Southfields Enterprise Park
Ilminster
Somerset
TA19 9FF

These financial statements were authorised for issue by the director on 23 February 2021.

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.

These financial statements are presented in Sterling (£).

The notes on pages 4 to 12 form an integral part of these financial statements.

Southwest Motorhomes Sales, Hire and Services Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2020

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.

Tax

The tax expense for the period comprises tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Tangible assets

Tangible assets are stated in the balance sheet 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.

Depreciation of tangible assets

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:

Asset class	Depreciation method and rate
Plant and machinery	15% reducing balance
Motor vehicles	20-25% reducing balance

Southwest Motorhomes Sales, Hire and Services Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2020

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

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.

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 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.

Southwest Motorhomes Sales, Hire and Services Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2020

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.

Assets held under hire purchase agreements are capitalised as tangible fixed assets with the future obligation being recognised as a liability. Finance costs are recognised in the Profit and Loss Account calculated at a constant periodic rate of interest over the term of the liability.

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.

Security is provided by way of the assets themselves.

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.

Southwest Motorhomes Sales, Hire and Services Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2020

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.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 11 (2019 - 10).

Southwest Motorhomes Sales, Hire and Services Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2020

4 Tangible assets

	Plant and machinery £	Motor vehicles £	Total £
Cost or valuation			
At 1 November 2019	8,963	119,900	128,863
Additions	1,656	53,326	54,982
Disposals	(1,079)	(117,025)	(118,104)
At 31 October 2020	9,540	56,201	65,741
Depreciation			
At 1 November 2019	3,121	54,596	57,717
Charge for the year	1,034	13,477	14,511
Eliminated on disposal	(481)	(52,447)	(52,928)
At 31 October 2020	3,674	15,626	19,300
Carrying amount			
At 31 October 2020	5,866	40,575	46,441
At 31 October 2019	5,842	65,304	71,146

5 Stocks

	2020 £	2019 £
Raw materials and consumables	15,333	-
Finished goods and goods for resale	1,096,963	1,436,007
	1,112,296	1,436,007

The notes on pages 4 to 12 form an integral part of these financial statements.

Southwest Motorhomes Sales, Hire and Services Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2020

6 Debtors

	2020 £	2019 £
Trade debtors	168,575	6,206
Prepayments	315	-
Other debtors	126,396	221,006
	<u>295,286</u>	<u>227,212</u>

7 Creditors

Creditors: amounts falling due within one year

	Note	2020 £	2019 £
Due within one year			
Loans and borrowings	<u>8</u>	787,710	1,324,836
Trade creditors		258,152	34,965
Accruals and deferred income		9,583	3,000
Taxation and social security		218,759	116,688
Other creditors		9,973	7,818
		<u>1,284,177</u>	<u>1,487,307</u>

Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
Due after one year			
Loans and borrowings	<u>8</u>	<u>215,000</u>	<u>170,035</u>

The notes on pages 4 to 12 form an integral part of these financial statements.

Southwest Motorhomes Sales, Hire and Services Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2020

Creditors include bank loans repayable by instalments of £0.00 (2019 - £0.00) due after more than five years.

8 Loans and borrowings

	2020 £	2019 £
Non-current loans and borrowings		
Bank borrowings	215,000	70,109
Hire purchase contracts	-	99,926
	<u>215,000</u>	<u>170,035</u>

	2020 £	2019 £
Current loans and borrowings		
Bank borrowings	-	67,452
Bank overdrafts	-	4,947
Hire purchase contracts	105,928	81,528
Other borrowings	<u>681,782</u>	<u>1,170,909</u>
	<u>787,710</u>	<u>1,324,836</u>

Other borrowings

The carrying amount of other borrowings at year end is £681,782 (2019 - £1,170,909).

These borrowings are inventory finance arrangements and are secured by the specific stock being financed.

Southwest Motorhomes Sales, Hire and Services Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2020

9 Related party transactions

Transactions with directors

	At 1 November 2019 £	Advances to directors £	Repayments by director £	At 31 October 2020 £
2020				
S Foord				
Unsecured loan, repayable on demand - interest 2.5%	167,752	809,209	(905,436)	71,525

	At 1 November 2018 £	Advances to directors £	Repayments by director £	At 31 October 2019 £
2019				
S Foord				
Unsecured loan, repayable on demand - interest 2.5%	(3,077)	366,920	(196,091)	167,752

The notes on pages 4 to 12 form an integral part of these financial statements.

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.