

WT AUTOS LIMITED

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

DTE Business Advisers Limited
Chartered Accountants
The Exchange
5 Bank Street
Bury
BL9 0DN

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FOR THE YEAR ENDED 31 MARCH 2020**

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WT AUTOS LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2020

DIRECTORS:

L T Buck
P R Buck

REGISTERED OFFICE:

641-651 Liverpool Road
Irlam
Manchester
M44 5XD

REGISTERED NUMBER:

08357299 (England and Wales)

ACCOUNTANTS:

DTE Business Advisers Limited
Chartered Accountants
The Exchange
5 Bank Street
Bury
BL9 0DN

STATEMENT OF FINANCIAL POSITION
31 MARCH 2020

		2020	2019
	Notes	£	£
FIXED ASSETS			
Property, plant and equipment	4	342,412	335,015
CURRENT ASSETS			
Inventories		60,162	85,162
Debtors	5	694,491	581,356
Cash at bank		14,341	38,058
		<u>768,994</u>	<u>704,576</u>
CREDITORS			
Amounts falling due within one year	6	<u>(1,130,633)</u>	<u>(1,057,128)</u>
NET CURRENT LIABILITIES		<u>(361,639)</u>	<u>(352,552)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		(19,227)	(17,537)
CREDITORS			
Amounts falling due after more than one year	7	<u>(97,897)</u>	<u>(196,696)</u>
NET LIABILITIES		<u>(117,124)</u>	<u>(214,233)</u>
CAPITAL AND RESERVES			
Called up share capital		100	100
Retained earnings		<u>(117,224)</u>	<u>(214,333)</u>
		<u>(117,124)</u>	<u>(214,233)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2020 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

STATEMENT OF FINANCIAL POSITION - continued
31 MARCH 2020

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 19 March 2021 and were signed on its behalf by:

L T Buck - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

1. **STATUTORY INFORMATION**

WT Autos Limited is a private company, limited by shares, registered in England and Wales. The company's registered number is 08357299 and the registered office address is 641-651 Liverpool Road, Irlam, Manchester, M44 5XD.

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" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The directors have considered the impact of the global Covid-19 pandemic on the company and recognise that the future cannot be predicted with certainty. However, the directors expect the company to continue trading as they providing a haulage service for supermarkets. Should demand for the company's services fall, the company would introduce cost control measures. The directors will make use of any government financial assistance available during this period.

The company entered a Company Voluntary Arrangement with HM Revenue and Customs on 21 March 2018. The company has subsequently adhered fully to the terms of this arrangement. At 31 March 2020 the company had net liabilities of £117,124 (2019: £214,233). The directors believe that the company has generated a profit post period end and continues to meet its obligations as they fall due. As such, the directors believe that it is appropriate to prepare the accounts on a going concern basis.

Significant judgements and estimates

In the application of the company's accounting policies, the directors are required to make estimates and judgements. The estimates are based on historical experience and other relevant factors. Actual results may differ from these estimates.

The estimates are continually evaluated. Revisions to accounting estimates are recognised in the period in which the estimate is revised.

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are outlined below.

Estimating the useful economic life of an asset and the anticipated residual value are considered a key judgement in calculating an appropriate depreciation charge.

In categorising leases as finance or operating leases, the directors make judgements as to whether significant risks and rewards of ownership have transferred to the company as lessee.

Revenue

Revenue comprises the aggregate of the fair value of the sale of goods provided, net of value-added tax, rebates and discounts.

Revenue is recognised on the sale of goods when the company has delivered products to the customer, the customer has accepted the products and collectability of the related receivables is fairly stated.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2020

2. ACCOUNTING POLICIES - continued

Property, plant and equipment

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc - 25% on reducing balance, 15% on reducing balance and 10% on reducing balance

The residual values, estimated useful lives and depreciation method of property, plant and equipment are reviewed, and adjusted as appropriate, at each statement of financial position date. The effects of any revision are recognised in the income statement when the change arises.

Government grants

Grants are accounted for under the accruals model as permitted by FRS 102.

During the year the company has benefitted from the Government Coronavirus Job Retention Scheme ('Furlough'). Furlough income has been recognised in "other income" in the same period as the related wage costs.

The company has not directly benefitted from any other forms of government assistance.

Inventories

Inventories are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow-moving items. Net realisable value is selling price less costs to complete and sell.

The cost comprises of actual purchase price.

Financial instruments

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties and loans to related parties.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the income statement.

Basic financial liabilities are initially measured at transaction price and subsequently measured at amortised cost, being the transaction price less any amounts settled.

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 statement of financial position date.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2020

2. **ACCOUNTING POLICIES - continued**

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the statement of financial position. 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.

Rentals paid under operating leases are charged to the income statement on a straight-line basis over the period of the lease.

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 the income statement in the period to which they relate.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of three months or less.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 25 (2019 - 30) .

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2020

4. PROPERTY, PLANT AND EQUIPMENT

	Plant and machinery etc £
COST	
At 1 April 2019	674,136
Additions	<u>50,969</u>
At 31 March 2020	<u>725,105</u>
DEPRECIATION	
At 1 April 2019	339,121
Charge for year	<u>43,572</u>
At 31 March 2020	<u>382,693</u>
NET BOOK VALUE	
At 31 March 2020	<u>342,412</u>
At 31 March 2019	<u>335,015</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Trade debtors	558,436	581,257
Amounts owed by group undertakings	30,212	-
Other debtors	<u>105,843</u>	<u>99</u>
	<u>694,491</u>	<u>581,356</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Hire purchase contracts (see note 8)	70,777	70,589
Trade creditors	206,278	100,976
Taxation and social security	323,583	270,876
Other creditors	<u>529,995</u>	<u>614,687</u>
	<u>1,130,633</u>	<u>1,057,128</u>

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

	2020	2019
	£	£
Hire purchase contracts (see note 8)	68,897	114,696
Other creditors	<u>29,000</u>	<u>82,000</u>
	<u>97,897</u>	<u>196,696</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2020

8. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2020	2019
	£	£
Net obligations repayable:		
Within one year	70,777	70,589
Between one and five years	<u>68,897</u>	<u>114,696</u>
	<u>139,674</u>	<u>185,285</u>
	Non-cancellable	operating leases
	2020	2019
	£	£
Within one year	173	1,391
Between one and five years	<u>-</u>	<u>173</u>
	<u>173</u>	<u>1,564</u>

9. SECURED DEBTS

The following secured debts are included within creditors:

	2020	2019
	£	£
Hire purchase	139,674	185,285
Invoice discounting	<u>492,753</u>	<u>515,104</u>
	<u>632,427</u>	<u>700,389</u>

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

The invoice discounting creditor is secured over the related trade debtors.

There is a fixed and floating charge over all of the assets of the company by way of a debenture in favour of Bibby Financial Services Ltd.

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.