

Auto & Trailer Spares Limited

**Unaudited financial statements for the year
ended 31 March 2020**

Registration No: NI052330 (Northern Ireland)

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Auto & Trailer Spares Limited - Financial statements for the year ended 31 March 2020

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Company Information

Directors

Michael McAllister
Niall McGuigan
Terence Reilly

Company Secretary

Niall McGuigan

Registered Office

The Diamond Centre
Market Street
Magherafelt

Bankers

Bank of Ireland
11 Market Street
Magherafelt

Registration Number

NI052330 (Northern Ireland)

Statement of Financial Position

	Note	31 March 2020 £	31 March 2019 £
Fixed assets			
Intangible fixed assets	6	5,114	10,256
Property, plant and equipment	7	<u>785,972</u>	<u>763,863</u>
		<u>791,086</u>	<u>774,119</u>
Current assets			
Inventories	8	1,173,773	1,039,810
Receivables	9	570,471	641,402
Cash at bank and in hand		<u>548,792</u>	<u>425,875</u>
		<u>2,293,036</u>	<u>2,107,087</u>
Creditors: amounts falling due within one year	10	<u>711,146</u>	<u>728,769</u>
Net current assets		<u>1,581,890</u>	<u>1,378,318</u>
Total assets less current liabilities		<u>2,372,976</u>	<u>2,152,437</u>
Creditors: amounts falling due after one year	11	1,023,601	1,054,690
Provisions for liabilities	12	<u>2,283</u>	<u>6,454</u>
		<u>1,025,884</u>	<u>1,061,144</u>
Net assets		<u>1,347,092</u>	<u>1,091,293</u>
Capital and reserves			
Called up equity share capital	13	500,000	500,000
Reserves	14	<u>847,092</u>	<u>591,293</u>
Total equity shareholders' funds		<u>1,347,092</u>	<u>1,091,293</u>

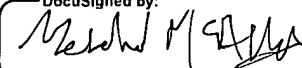
The Directors have taken advantage of the exemption conferred by Section 477 of the Companies Act 2006 not to have these financial statements audited and confirm that no notice has been deposited under Section 476 of the Companies Act 2006.

The financial statements have been prepared in accordance with the provisions of Part XV of the Companies Act 2006 relating to small sized 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 the financial statements.

In accordance with Section 444 of the Companies Act 2006 and the special provisions applicable to companies subject to the small companies regime, the Income Statement and the Directors' Report have not been delivered to the Registrar of Companies.

The financial statements on pages 2 to 9 were approved and authorised for issue by the Board of Directors on 10 December 2020 and were signed on its behalf by:

DocuSigned by:

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M McAllister

Director

Registration Number: NI052330 (Northern Ireland)

Notes to the financial statements**1. Company Information****Legal status**

Auto & Trailer Spares Limited is a private company limited by shares established in Northern Ireland.

Registration number and registered office

The Company's registered office address and registration number is set out on page 1.

Functional currency

The financial statements are prepared in sterling (£) which is the functional currency of the Company.

2. Basis of preparation of financial statements**Applicable legislation and accounting standards**

These financial statements have been prepared in accordance with:

- (i) applicable UK accounting standards including Section 1A of FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland;
- (ii) the historical cost basis of accounting; and
- (iii) the Companies Act 2006.

Going concern

The Company made a profit during the year ended 31 March 2020 and, at that date, the Company's assets exceeded its liabilities.

After making enquiries the Company's Directors consider there is a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future and accordingly have prepared the financial statements on the going concern basis.

3. Judgements and key sources of estimation uncertainty

Judgements and key sources of estimation uncertainty are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical judgements used in the application of accounting policies

There were no critical judgements used in the application of accounting policies and the preparation of the financial statements.

Critical accounting estimates and assumptions

There were no critical accounting estimates or assumptions used in the application of accounting policies and the preparation of the financial statements.

Notes to the financial statements**4. Principal accounting policies****Goodwill and other intangibles**

Intangible assets acquired separately by the Company are capitalised at cost. Intangible assets acquired as part of an acquisition of a business are capitalised separately from goodwill if the fair value can be measured reliably on initial recognition.

This estimate is based on a variety of factors such as the expected use of the acquired business, the expected useful life of the cash generating units to which the goodwill is attributed, any legal, regulatory or contractual provisions that can limit useful life and assumptions that market participants would consider in respect of similar businesses.

Intangible assets, excluding development costs, created within the business are not capitalised and expenditure is charged against profits in the period in which it is incurred.

Subsequent to initial recognition, intangible assets are stated at cost less accumulated amortisation and accumulated impairment.

The carrying value of intangible assets is reviewed for impairment if events or changes in circumstances indicate the carrying value may not be recoverable.

If there are indicators that the residual value or useful life of an intangible asset has changed since the most recent annual reporting period previous estimates shall be reviewed and, if current expectations differ, the residual value, amortisation method or useful life shall be amended. Changes in the expected useful life or the expected pattern of consumption of benefit shall be accounted for as a change in accounting estimate.

Amortisation is calculated so as to write off the costs of intangible assets, less their estimated residual values, over the expected useful economic lives of the assets concerned. The principal annual rates and bases used for this purpose are as follows:

Asset category	Basis of amortisation	%
Goodwill	Straight Line	10.00%

Property, plant and equipment

Land and buildings are stated at purchase cost, net of depreciation and any provision for impairment. Plant and other equipment is stated at purchase cost, net of depreciation and any provision for impairment.

The carrying value of property, plant and equipment is reviewed for impairment in each accounting period if events or changes in circumstances indicate the carrying value may not be recoverable.

Depreciation is calculated so as to write off the costs of property, plant and equipment, less their estimated residual values, over the expected useful economic lives of the assets concerned. The principal annual rates and bases used for this purpose are as follows:

Asset category	Basis of amortisation	%
Freehold and long leasehold buildings	Straight Line	0.00%
Plant & Equipment	Straight Line	10.00%
Fixtures & Fittings	Straight Line	10.00%
Motor Vehicles	Straight Line	25.00%

Notes to the financial statements**Turnover**

Turnover represents amounts receivable for goods and services net of value added taxes and trade discounts.

Investment Income

Income from deposits is included, together with any related tax credit, in the Income Statement on an accruals basis.

Foreign Currencies

Transactions denominated in foreign currencies are translated into Sterling at the rate of exchange ruling at the date of the transaction.

At the end of each financial accounting period assets and liabilities denominated in foreign currencies are translated into Sterling at the exchange rates ruling at that date and all exchange differences are taken to the Income Statement.

Inventory

Inventory is stated at the lower of cost and net realisable value.

Net realisable value is based on estimated selling price less further costs expected to be incurred to completion or disposal.

Provision is made for obsolete, slow-moving or defective items where appropriate.

Deferred taxation

Deferred tax arises from timing differences that are differences between taxable profits and total comprehensive income as stated in the financial statements. These timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is recognised on all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are only recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the period end and that are expected to apply to the reversal of the timing difference.

Cash Flow Presentation Exemption

The Company is exempt from the requirements of FRS 102 to present a Statement of Cash Flows on the grounds that it is a small company.

5. Employee information

The average number of persons (including executive directors) employed by the Company during the year was:

	31 March 2020 (12 months) Number	31 March 2019 (12 months) Number
By activity		
Administration indirect payroll	2	2
Sales and marketing indirect payroll	11	11
	<u>13</u>	<u>13</u>

Notes to the financial statements

6. Intangible fixed assets

	Goodwill	Total
	£	£
Cost		
At 1 April 2019	1,178,688	1,178,688
Additions	-	-
At 31 March 2020	1,178,688	1,178,688
Amortisation		
At 1 April 2019	1,168,432	1,168,432
Charge for the year	5,142	5,142
At 31 March 2020	1,173,574	1,173,574
Net book value		
At 31 March 2020	5,114	5,114
At 31 March 2019	10,256	10,256

7. Property, plant and equipment

	Freehold and long leasehold buildings	Property Improvements	Plant & Equipment	Fixtures & Fittings	Office Equipment	Motor Vehicles	Total
	£	£	£	£	£	£	£
Cost							
At 1 April 2019	750,000	67,360	87,109	63,894	24,616	112,250	1,105,229
Additions	-	-	-	974	-	28,033	29,007
At 31 March 2020	750,000	67,360	87,109	64,868	24,616	140,283	1,134,236
Depreciation							
At 1 April 2019	-	67,360	74,435	63,428	24,616	111,527	341,366
Charge for the year	-	-	1,929	235	-	4,734	6,898
At 31 March 2020	-	67,360	76,364	63,663	24,616	116,261	348,264
Net book value							
At 31 March 2020	750,000	-	10,745	1,205	-	24,022	785,972
At 31 March 2019	750,000	-	12,674	466	-	723	763,863

The net book value of property, plant and equipment includes an amount of £Nil (2019: £Nil) in respect of assets held under asset purchase agreements.

8. Inventory

	31 March 2020	31 March 2019
	£	£
Good for resale	1,173,773	1,039,810
	1,173,773	1,039,810

There is no material difference between the replacement costs of inventory and the Statement of Financial Position amounts.

Inventory amounts are stated after provisions for impairment of £315,895 (2019: £315,895).

9. Receivables

	31 March 2020	31 March 2019
	£	£
Amounts falling due within one year		
Trade receivables	475,779	482,132
Prepayments	681	679
Other receivables	94,011	158,591
	570,471	641,402

Trade receivables are stated after provisions for impairment of £269,578 (2019: £281,013).

Notes to the financial statements**10. Creditors: amounts falling due within one year**

	31 March 2020	31 March 2019
	£	£
Bank loans	44,412	44,412
Trade payables	158,281	149,415
Owed to related undertakings	361,205	361,431
Corporation tax payable	56,440	81,379
Payroll taxes	2,752	3,281
Value added taxes	3,238	5,810
Accruals	84,818	83,041
	711,146	728,769

11. Creditors: amounts falling due after one year

	31 March 2020	31 March 2019
	£	£
Bank loans	259,063	290,152
Owed to directors	764,538	764,538
	1,023,601	1,054,690

Bank security

The Company's bank debt facilities are secured by fixed and floating charges over the Company's assets, along with joint and several personal guarantees from the shareholders.

Loan and asset finance maturity

The repayment profile of loan and asset finance facilities is set out in the table below.

	31 March 2020	31 March 2019
	£	£
Bank loans		
In one year or less, or on demand	44,412	44,412
In more than one year, but not more than two years	44,412	44,412
In more than two years, but not more than five years	133,236	133,236
In more than five years	81,415	112,504
	303,475	334,564
Total financial liabilities	303,475	334,564

Bank loans repayable after five years

The principal terms of bank loans repayable after five years are set out in the table below.

Description of loan	Payable in Installments	Secured	Interest rate margin	Interest rate basis	Repayment date	31 March 2020	31 March 2019
			%			£	£
Bank of Ireland - Long Term Loan Facili	Monthly	Yes	3.25%	LIBOR	31 December 2030	303,475	334,564
						303,475	334,564
Less: debt issue costs						-	-
						303,475	334,564

Notes to the financial statements**12. Provisions for liabilities****Deferred taxation**

Deferred taxation provided in the financial statements is analysed as follows:

	31 March 2020	31 March 2019
	£	£
Gross fixed asset timing differences	2,283	190
Net timing differences	2,283	190
Timing differences not provided	-	6,264
Deferred tax provision	2,283	6,454

13. Called up share capital

	31 March 2020	31 March 2019
	£	£
Allotted, called up and fully paid		
500,000 (2019: 500,000) Ordinary £1.00 Shares	500,000	500,000
	500,000	500,000
Called up equity share capital	500,000	500,000
	500,000	500,000

The Company has one class of issued shares and there are no restrictions on the distribution of dividends or the repayment of capital.

The Company did not issue any shares during the year.

14. Reserves

	Profit and loss reserve	Total
	£	£
At 31 March 2018	324,740	324,740
Total comprehensive income for the year	266,553	266,553
At 31 March 2019	591,293	591,293
Total comprehensive income for the year	255,799	255,799
At 31 March 2020	847,092	847,092

15. Contingent liabilities

The Company had no material contingent liabilities at 31 March 2020 or at 31 March 2019.

16. Events after the reporting period

In March 2020, the World Health Organisation officially declared Covid-19 a pandemic. Covid-19 is the disease caused by coronavirus. While it is still too early to determine the ultimate commercial impact of the pandemic on the Company there could be a material impact on the financial performance of the Company in the next 12 months. The Company is continuing to work with its suppliers, customers and employees to mitigate the impact of Covid-19 on the operations of the Company.

17. Capital commitments

The Company did not have any material capital commitments at 31 March 2020 or at 31 March 2019.

Notes to the financial statements**18. Contracts with inception dates after the end of the reporting period**

The Company did not enter into any material contractual commitments in the period between the year end and the date of approval of these financial statements.

19. Related party transactions**Related undertakings**

The transactions during the year with related undertakings and the amounts owed by/(to) related undertakings at the start and end of the financial year are analysed as follows:

Category of related party	At 1 April 2019	Interest receivable/ (payable)	Rent receivable/ (payable)	Amounts written off	Exchange adjustments	Loan advances/ (repayments)	Other	Provision	Accounts receivable/ payable movement	At 31 March 2020
	£	£	£	£	£	£	£	£	£	£
Other related undertakings	(361,431)	-	-	-	-	(109)	-	-	335	(361,205)
	<u>(361,431)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(109)</u>	<u>-</u>	<u>-</u>	<u>335</u>	<u>(361,205)</u>

20. Ultimate controlling party

The ultimate controlling parties are the directors who control the majority of the equity share capital in Auto & Trailer Spares Limited.

21. Approval of the financial statements

The Board of Directors approved the financial statements for issue on 10 December 2020.

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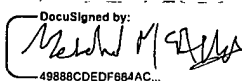
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