

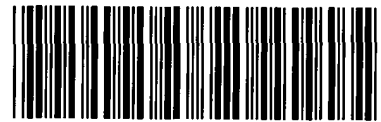
Registration number: SC498285

Kevin Thornhill Motor Engineer Ltd

Annual Report and Unaudited Financial Statements

for the Year Ended 31 March 2017

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COMPANIES HOUSE

Jamieson Campbell Kerr Limited
Chartered Accountants
14 - 15 Main Street
Longniddry
EH32 0NF

Kevin Thornhill Motor Engineer Ltd

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Kevin Thornhill Motor Engineer Ltd

Company Information

Directors Mrs Zoe Thornhill

Mr Kevin Thornhill

Company secretary Mrs Zoe Thornhill

Registered office Unit 3
Biggars Mill Business Park
Port Road
Dalbeattie
DG5 4AZ

Accountants Jamieson Campbell Kerr Limited
Chartered Accountants
14 - 15 Main Street
Longniddry
EH32 0NF

Kevin Thornhill Motor Engineer Ltd

Statement of Comprehensive Income for the Year Ended 31 March 2017

	Note	2017 £	2016 £
Profit for the year		<u>6,522</u>	<u>10,502</u>
Total comprehensive income for the year		<u><u>6,522</u></u>	<u><u>10,502</u></u>

The notes on pages 5 to 8 form an integral part of these financial statements.

Kevin Thornhill Motor Engineer Ltd

(Registration number: SC498285)

Balance Sheet as at 31 March 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	4	70,047	30,205
Current assets			
Stocks	5	6,966	5,914
Debtors	6	<u>37,906</u>	<u>41,812</u>
		44,872	47,726
Creditors: Amounts falling due within one year	7	<u>(105,039)</u>	<u>(76,996)</u>
Net current liabilities		<u>(60,167)</u>	<u>(29,270)</u>
Total assets less current liabilities		9,880	935
Provisions for liabilities		<u>(9,746)</u>	<u>(823)</u>
Net assets		<u>134</u>	<u>112</u>
Capital and reserves			
Called up share capital		10	10
Profit and loss account		<u>124</u>	<u>102</u>
Total equity		<u>134</u>	<u>112</u>

For the financial year ending 31 March 2017 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.

Approved and authorised by the Board on 4/2/17 and signed on its behalf by:



Mr Kevin Thornhill
Director

The notes on pages 5 to 8 form an integral part of these financial statements.

Kevin Thornhill Motor Engineer Ltd

Statement of Changes in Equity for the Year Ended 31 March 2017

	Share capital £	Profit and loss account £	Total £
At 1 April 2016	10	102	112
Profit for the year	-	6,522	6,522
Total comprehensive income	-	6,522	6,522
Dividends	-	(6,500)	(6,500)
At 31 March 2017	10	124	134
	Share capital £	Profit and loss account £	Total £
Profit for the year	-	10,502	10,502
Total comprehensive income	-	10,502	10,502
Dividends	-	(10,400)	(10,400)
New share capital subscribed	10	-	10
At 31 March 2016	10	102	112

The notes on pages 5 to 8 form an integral part of these financial statements.

Kevin Thornhill Motor Engineer Ltd

Notes to the Financial Statements for the Year Ended 31 March 2017

1 General information

The company is a private company limited by share capital incorporated in Scotland.

The address of its registered office is:

Unit 3

Biggars Mill Business Park

Port Road

Dalbeattie

DG5 4AZ

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.

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.

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:

Asset class	Depreciation method and rate
Motor vehicles	20% straight line
Tools and equipment	20% straight line
Office equipment	20% straight line
Fixtures and fittings	20% straight line

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.

Kevin Thornhill Motor Engineer Ltd

Notes to the Financial Statements for the Year Ended 31 March 2017

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 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.

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 in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease. 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.

Kevin Thornhill Motor Engineer Ltd

Notes to the Financial Statements for the Year Ended 31 March 2017

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 5 (2016 - 6).

4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Other property, plant and equipment £	Total £
Cost or valuation				
At 1 April 2016	4,179	22,015	11,563	37,757
Additions	108	40,800	9,402	50,310
Disposals	-	(1,358)	-	(1,358)
At 31 March 2017	4,287	61,457	20,965	86,709
Depreciation				
At 1 April 2016	836	4,403	2,313	7,552
Charge for the period	858	4,603	4,193	9,654
Eliminated on disposal	-	(544)	-	(544)
At 31 March 2017	1,694	8,462	6,506	16,662
Carrying amount				
At 31 March 2017	2,593	52,995	14,459	70,047
At 31 March 2016	3,343	17,612	9,250	30,205

5 Stocks

	2017 £	2016 £
Other inventories	6,966	5,914

6 Debtors

	2017 £	2016 £
Trade debtors	35,502	41,812
Other debtors	2,404	-
Total current trade and other debtors	37,906	41,812

Kevin Thornhill Motor Engineer Ltd

Notes to the Financial Statements for the Year Ended 31 March 2017

7 Creditors

	Note	2017 £	2016 £
Due within one year			
Bank loans and overdrafts	8	48,695	16,400
Trade creditors		39,603	39,145
Directors loan	9	-	10,396
Taxation and social security		7,977	5,615
Other creditors		8,764	5,440
		<u>105,039</u>	<u>76,996</u>

8 Loans and borrowings

	2017 £	2016 £
Current loans and borrowings		
Bank overdrafts	16,582	14,843
Finance lease liabilities	32,113	1,557
	<u>48,695</u>	<u>16,400</u>

9 Related party transactions

Transactions with directors

Directors' remuneration

The directors' remuneration for the year was as follows:

	2017 £	2016 £
Remuneration	<u>25,200</u>	<u>20,800</u>

During the year the directors received £500 (2016 - £500) for the use of a room at home as an office. The directors received dividends of £6,500 (2016 - £10,400) during the year.

Included in other debtors is an amount of £2,404 (2016 - £10,396 due to) due from the directors. This amount was repaid within nine months of the year end.