Company registration number 01831780 (England and Wales)

CHESHIRE VEHICLE RENTAL & SALES LIMITED

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JANUARY 2023

PAGES FOR FILING WITH REGISTRAR

CHESHIRE VEHICLE RENTAL & SALES LIMITED

CONTENTS

	Page
Balance sheet	1 - 2
Notes to the financial statements	3 - 7

CHESHIRE VEHICLE RENTAL & SALES LIMITED

BALANCE SHEET

AS AT 30 JANUARY 2023

	Notes	2023 £	2023 £	2022 £	2022 £
Fixed assets					
Tangible assets	3		506,623		701,901
Investment property	4		745,000		745,000
			1,251,623		1,446,901
Current assets					
Debtors	5	20,218		41,972	
Cash at bank and in hand		155,539		625	
		175,757		42,597	
Creditors: amounts falling due within one year	6	(303,441)		(288,703)	
Net current liabilities			(127,684)		(246,106)
Total assets less current liabilities			1,123,939		1,200,795
Creditors: amounts falling due after more than one year	7		(323,317)		(459,340)
Net assets			800,622		741,455
Capital and reserves					
Called up share capital			100		100
Revaluation reserve	9		223,497		223,497
Other reserves			203,719		203,719
Profit and loss reserves	10		373,306		314,139
Total equity			800,622		741,455

The director of the company has elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 30 January 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

BALANCE SHEET (CONTINUED)

AS AT 30 JANUARY 2023

The financial statements were approved and signed by the director and authorised for issue on 26 October 2023

Mr J H Kirkby
Director

Company registration number 01831780 (England and Wales)

1 Accounting policies

Company information

Cheshire Vehicle Rental & Sales Limited is a private company limited by shares incorporated in England and Wales. The registered office is The Rental Centre, West Road Garage, Congleton, Cheshire, CW12 4ES.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

1.3 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% on cost
Leasehold land and buildings	2% on cost
Fixtures and fittings	at varying rates on cost
Motor vehicles	at varying rates on cost

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.4 Investment property

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. Changes in fair value are recognised in profit or loss.

1.5 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

1 Accounting policies **(Continued)**

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date 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 is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.6 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

1.7 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to profit or loss so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leases asset are consumed.

Rental income from operating leases is recognised on a straight line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight line basis over the lease term.

1.8 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

2 Employees

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

	2023 Number	2022 Number
Total	4	8

3 Tangible fixed assets

	Freehold land and buildings	Leasehold land and buildings	Fixtures and fittings	Motor vehicles	Total
	£	£	£	£	£
Cost or valuation					
At 31 January 2022	397,500	27,683	71,052	427,631	923,866
Additions	-	-	-	20,000	20,000
Disposals	-	-	-	(257,079)	(257,079)
At 30 January 2023	397,500	27,683	71,052	190,552	686,787
Depreciation and impairment					
At 31 January 2022	32,974	27,683	69,396	91,912	221,965
Depreciation charged in the year	7,950	-	169	11,136	19,255
Eliminated in respect of disposals	-	-	-	(61,056)	(61,056)
At 30 January 2023	40,924	27,683	69,565	41,992	180,164
Carrying amount					
At 30 January 2023	356,576	-	1,487	148,560	506,623
At 30 January 2022	364,526	-	1,656	335,719	701,901

Included in cost or valuation of land and buildings is freehold land of £179,073 (2022 - £179,073) which is not depreciated.

Freehold land and buildings with a carrying amount of £397,500 were revalued at 27th March 2018 by Timothy A. Brown, independent valuers not connected with the company on the basis of market value. The valuation conforms to International Valuation Standards and was based on recent market transactions on arm's length terms for similar properties.

The following assets are carried at valuation. If the assets were measured using the cost model, the carrying amounts would be as follows:

3 Tangible fixed assets **(Continued)**

	Land and Buildings	
	2023	**2022**
	£	**£**
Cost	193,662	193,662
Accumulated depreciation	(35,336)	(35,366)
Carrying value	158,326	158,296

4 Investment property

	2023
	£
Fair value	
At 31 January 2022 and 30 January 2023	745,000

5 Debtors

	2023	**2022**
Amounts falling due within one year:	**£**	**£**
Trade debtors	18,176	31,296
Other debtors	2,042	10,676
	20,218	41,972

6 Creditors: amounts falling due within one year

	2023	**2022**
	£	**£**
Bank loans and overdrafts	27,065	29,802
Trade creditors	33,571	28,910
Taxation and social security	51,128	117,387
Other creditors	191,677	112,604
	303,441	288,703

7 Creditors: amounts falling due after more than one year

	2023	**2022**
	£	**£**
Bank loans and overdrafts	109,861	147,659
Other creditors	213,456	311,681
	323,317	459,340

7 Creditors: amounts falling due after more than one year **(Continued)**

Creditors which fall due after five years are as follows:

	2023	2022
	£	£
Payable by instalments	(11,615)	(85,639)

8 Secured Debts

The following secured debts are included within creditors:

Bank overdrafts totalling £NIL(2022 - £13,469)
Other loans totalling £136,926(2022 - £163,991)
Hire purchase contracts totalling £13,601(2022 - £9,796)

There is a right of set-off incorporated in all Legal Mortgages, Life Policies and Mortgage Debentures unless otherwise stated. There is a mortgage over 51 Crompton Road, Macclesfield and a Mortgage Debenture.

There is a legal charge dated 13 January 2011 and created by Cheshire Vehicle Rental and Sales Limited for securing all monies due or to become due from the company to National Westminster Bank Plc on any account whatsoever.

The hire purchase loans are secured against the asset to which they relate.

9 Revaluation reserve

	2023	2022
	£	£
At the beginning and end of the year	223,497	223,497

10 Profit and loss reserves

	2023	2022
	£	£
At the beginning of the year	314,139	99,086
Profit for the year	61,167	215,053
Dividends declared and paid in the year	(2,000)	-
At the end of the year	373,306	314,139

11 Financial commitments, guarantees and contingent liabilities

The company had total guarantees and commitments at the balance sheet date of £NIL (2022 - £8,308).

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.