

REGISTERED NUMBER: 03237607 (England and Wales)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015
FOR
KJM SUPERBIKES LTD



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for the Year Ended 31 December 2015**

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KJM SUPERBIKES LTD
COMPANY INFORMATION
for the Year Ended 31 December 2015

DIRECTORS:	K J Mason Mrs E Mason
SECRETARY:	Mrs E Mason
REGISTERED OFFICE:	2A Toogood Lane Wrightington Wigan Lancashire WN6 9PL
REGISTERED NUMBER:	03237607 (England and Wales)
AUDITORS:	Fairhurst Statutory Auditor Chartered Accountants Douglas Bank House Wigan Lane Wigan Lancashire WN1 2TB
BANKERS:	Yorkshire Bank plc 3 Orchard Street Preston PR1 2EN

KJM SUPERBIKES LTD (REGISTERED NUMBER: 03237607)

**BALANCE SHEET
31 December 2015**

	Notes	2015 £	2014 £
FIXED ASSETS			
Tangible assets	4	19,200	26,033
CURRENT ASSETS			
Stocks		286,523	303,476
Debtors: amounts falling due within one year	5	5,980,827	5,735,948
Debtors: amounts falling due after more than one year	5	274,767	606,845
Cash in hand		<u>6,708</u>	<u>692</u>
		6,548,825	6,646,961
CREDITORS			
Amounts falling due within one year	6	<u>5,300,655</u>	<u>5,556,444</u>
NET CURRENT ASSETS		<u>1,248,170</u>	<u>1,090,517</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,267,370</u>	<u>1,116,550</u>
CAPITAL AND RESERVES			
Called up share capital		3	3
Retained earnings		<u>1,267,367</u>	<u>1,116,547</u>
SHAREHOLDERS' FUNDS		<u>1,267,370</u>	<u>1,116,550</u>

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Profit and loss account has not been delivered.

The financial statements were approved by the Board of Directors on 29/12/16 and were signed on its behalf by:

K J Mason
K J Mason - Director

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 December 2015**

1. STATUTORY INFORMATION

KJM Superbikes Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The company has chosen to early adopt FRS 102 Section 1A and as such these financial statements for the year ended 31 December 2015 are the first financial statements that comply with FRS 102 Section 1A for small entities. The date of transition is 1 January 2014.

The transition to FRS 102 Section 1A for small entities has not resulted in any changes in accounting policies to those used previously.

Turnover

Turnover represents the fair value of income received from the sale of new and used motor bikes to both the general public and to other group companies, excluding discounts and value added tax.

The company recognises revenue when the goods have been delivered and the title of goods has passed.

Tangible fixed assets

Tangible fixed assets are measured at cost less depreciation and any impairment.

Depreciation is calculated to write down the cost less estimated value of all tangible fixed assets over their expected useful lives.

The depreciation rates are as follows:-

Improvements to property	- 20% on reducing balance
Plant and machinery	- 20% on reducing balance
Fixtures and fittings	- 20% on reducing balance
Motor vehicles	- 20% on reducing balance
Computer equipment	- 20% on reducing balance

Stocks

Stocks are stated at the lower of cost and selling price after any impairment for obsolete and slow moving items.

Taxation

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

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Foreign currencies

Balances at the year end denominated in a foreign currency are translated into sterling at the rate of exchange ruling at the balance sheet date. Transactions denominated in foreign currencies are translated into sterling and recorded at the rate of exchange ruling at the date of transaction.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2015

2. ACCOUNTING POLICIES - continued**Leases**

Rentals payable under operating leases are charged to the profit or loss on a straight-line basis over the lease term. The aggregate benefit of lease incentives are recognised as a reduction to the expense recognised over the lease term on a straight line basis.

Financial instruments

The following assets and liabilities are classified as basic financial instruments - trade debtors, trade creditors and related party loans. Basic financial instruments are recognised at amortised cost.

Related party loans have no stated interest rate, are payable on demand and are measured at the undiscounted amount due.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 6.

4. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 January 2015			
and 31 December 2015	<u>105,345</u>	<u>30,962</u>	<u>27,388</u>
DEPRECIATION			
At 1 January 2015	87,237	28,282	25,524
Charge for year	<u>4,753</u>	<u>704</u>	<u>489</u>
At 31 December 2015	<u>91,990</u>	<u>28,986</u>	<u>26,013</u>
NET BOOK VALUE			
At 31 December 2015	<u>13,355</u>	<u>1,976</u>	<u>1,375</u>
At 31 December 2014	<u>18,108</u>	<u>2,680</u>	<u>1,864</u>
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 January 2015			
and 31 December 2015	<u>5,098</u>	<u>41,101</u>	<u>209,894</u>
DEPRECIATION			
At 1 January 2015	5,098	37,720	183,861
Charge for year	<u>-</u>	<u>887</u>	<u>6,833</u>
At 31 December 2015	<u>5,098</u>	<u>38,607</u>	<u>190,694</u>
NET BOOK VALUE			
At 31 December 2015	<u>-</u>	<u>2,494</u>	<u>19,200</u>
At 31 December 2014	<u>-</u>	<u>3,381</u>	<u>26,033</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2015**

5. DEBTORS

	2015 £	2014 £
Amounts falling due within one year:		
Trade debtors	9,039	9,711
Amounts owed by group undertakings	5,617,493	5,613,019
Other debtors	<u>354,295</u>	<u>113,218</u>
	<u>5,980,827</u>	<u>5,735,948</u>
Amounts falling due after more than one year:		
Other debtors	<u>274,767</u>	<u>606,845</u>
Aggregate amounts	<u>6,255,594</u>	<u>6,342,793</u>

Other debtors due within one year include 319,417 (2014: nil) £1 redeemable preference shares held in an associated company; other debtors due after one year include a loan to the same associated company of £274,767 (2014: £606,845), which has no fixed repayment date and is unsecured.

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2015 £	2014 £
Bank loans and overdrafts	1,177,450	1,390,424
Trade creditors	33,967	53,669
Amounts owed to group undertakings	3,763,015	3,806,745
Taxation and social security	238,221	275,761
Other creditors	<u>88,002</u>	<u>29,845</u>
	<u>5,300,655</u>	<u>5,556,444</u>

7. SECURED DEBTS

The following secured debts are included within creditors:

	2015 £	2014 £
Bank overdrafts	18,467	17,438
Bank loans	<u>1,158,983</u>	<u>1,372,986</u>
	<u>1,177,450</u>	<u>1,390,424</u>

The bank loan is secured by a group cross guarantee and debentures over certain assets held by the group and the Mason family.

8. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

John B S Fairhurst BA(Hons) FCA (Senior Statutory Auditor)
for and on behalf of Fairhurst

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2015**

9. RELATED PARTY DISCLOSURES

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

During the year premises rent of £50,000 (2014:£50,000) was paid to the directors of the company.

Other debtors due within one year include 319,417 (2014: nil) £1 redeemable preference shares held in an associated company; other debtors due after one year include a loan to the same associated company of £274,767 (2014: £606,845), which has no fixed repayment date and is unsecured.

10. ULTIMATE PARENT COMPANY

The ultimate parent company is 2 Moto Limited, which prepares group financial statements. Accounts for 2 Moto Limited can be obtained from its registered office, White Bear Yard, Park Road, Adlington, Chorley, PR7 4HZ.

11. FIRST YEAR ADOPTION

This is the first year that the company has presented its results under FRS 102 Section 1A for small entities. The Directors have concluded that there are no measurement differences between the previous UK GAAP and FRS 102 Section 1A and accordingly no balances have been restated.