

REGISTERED NUMBER: 03237607 (England and Wales)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016
FOR
KJM SUPERBIKES LIMITED

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for the Year Ended 31 December 2016**

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KJM SUPERBIKES LIMITED

COMPANY INFORMATION
for the Year Ended 31 December 2016

DIRECTORS:	K J Mason 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 LIMITED (REGISTERED NUMBER: 03237607)

BALANCE SHEET
31 December 2016

	Notes	2016 £	£	2015 £	£
FIXED ASSETS					
Tangible assets	4		15,360		19,200
CURRENT ASSETS					
Stocks		245,697		286,523	
Debtors: amounts falling due within one year	5	5,485,248		5,980,827	
Debtors: amounts falling due after more than one year	5	254,767		274,767	
Cash in hand		<u>36,664</u>		<u>6,708</u>	
		6,022,376		6,548,825	
CREDITORS					
Amounts falling due within one year	6	<u>4,682,797</u>		<u>5,300,655</u>	
NET CURRENT ASSETS			<u>1,339,579</u>		<u>1,248,170</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,354,939</u>		<u>1,267,370</u>
CAPITAL AND RESERVES					
Called up share capital			3		3
Retained earnings			<u>1,354,936</u>		<u>1,267,367</u>
SHAREHOLDERS' FUNDS			<u>1,354,939</u>		<u>1,267,370</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 28 September 2017 and were signed on its behalf by:

K J Mason - Director

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 December 2016**

1. STATUTORY INFORMATION

KJM Superbikes Limited 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.

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 residual value of all tangible fixed assets over their expected useful lives 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

Impairment of assets

At each reporting date fixed assets are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If the recoverable amount is lower, the carrying amount of the asset is reduced to its recoverable amount and an impairment loss is recognised immediately in the profit or loss.

If an impairment loss is subsequently reversed, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but not to exceed the amount that would have been determined had no impairment loss been recognised for the asset in prior periods. A reversal of an impairment loss is recognised immediately in the profit or loss.

Stocks

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

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and loss account, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

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 balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2016

2. ACCOUNTING POLICIES - continued

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet 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.

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.

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 (2015 - 6) .

4. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 January 2016 and 31 December 2016	<u>105,345</u>	<u>30,962</u>	<u>27,388</u>
DEPRECIATION			
At 1 January 2016	91,990	28,986	26,013
Charge for year	<u>2,671</u>	<u>395</u>	<u>275</u>
At 31 December 2016	<u>94,661</u>	<u>29,381</u>	<u>26,288</u>
NET BOOK VALUE			
At 31 December 2016	<u>10,684</u>	<u>1,581</u>	<u>1,100</u>
At 31 December 2015	<u>13,355</u>	<u>1,976</u>	<u>1,375</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2016

4. TANGIBLE FIXED ASSETS - continued

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 January 2016 and 31 December 2016	<u>5,098</u>	<u>41,101</u>	<u>209,894</u>
DEPRECIATION			
At 1 January 2016	5,098	38,607	190,694
Charge for year	<u>-</u>	<u>499</u>	<u>3,840</u>
At 31 December 2016	<u>5,098</u>	<u>39,106</u>	<u>194,534</u>
NET BOOK VALUE			
At 31 December 2016	<u>-</u>	<u>1,995</u>	<u>15,360</u>
At 31 December 2015	<u>-</u>	<u>2,494</u>	<u>19,200</u>

5. DEBTORS

	2016 £	2015 £
Amounts falling due within one year:		
Trade debtors	33,790	9,039
Amounts owed by group undertakings	5,081,839	5,617,493
Other debtors	<u>369,619</u>	<u>354,295</u>
	<u>5,485,248</u>	<u>5,980,827</u>
Amounts falling due after more than one year:		
Other debtors	<u>254,767</u>	<u>274,767</u>
Aggregate amounts	<u>5,740,015</u>	<u>6,255,594</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
Bank loans and overdrafts	546,761	1,177,450
Trade creditors	20,083	33,967
Amounts owed to group undertakings	4,005,940	3,763,015
Taxation and social security	61,935	238,221
Other creditors	<u>48,078</u>	<u>88,002</u>
	<u>4,682,797</u>	<u>5,300,655</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2016**

7. SECURED DEBTS

The following secured debts are included within creditors:

	2016	2015
	£	£
Bank overdrafts	546,761	18,467
Bank loans	-	1,158,983
	<u>546,761</u>	<u>1,177,450</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

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 (2015:£50,000) was paid to the directors of the company.

Other debtors due within one year include £319,417 (2015: £319,417) of £1 redeemable preference shares held in an associated company; other debtors due after one year include a loan to the same associated company of £254,767 (2015: £274,767), 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.

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.