

High on Bikes Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 March 2017

Whitnalls

Chartered Certified Accountants

44a Liverpool Road

Lydiate

Liverpool

Merseyside

L31 2LZ

High on Bikes Limited

Contents

Company Information	<u>1</u>
Balance Sheet	<u>2</u> to <u>3</u>
Notes to the Financial Statements	<u>4</u> to <u>9</u>

High on Bikes Limited

Company Information for the Year Ended 31 March 2017

Director M Rumph

Company secretary W Rumph

Registered office 11 Hurlston Court
Scarsbrick Business Park
Smithy Lane
Scarsbrick
Lancashire
L40 8HN

Accountants Whitnalls
Chartered Certified Accountants
44a Liverpool Road
Lydiate
Liverpool
Merseyside
L31 2LZ

High on Bikes Limited
(Registration number: 04864607)
Balance Sheet as at 31 March 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	<u>3</u>	146,097	157,090
Current assets			
Stocks	<u>4</u>	478,685	520,244
Debtors	<u>5</u>	8,692	29,730
Cash at bank and in hand		4,425	10,339
		491,802	560,313
Creditors: Amounts falling due within one year	<u>6</u>	(283,257)	(289,346)
Net current assets		208,545	270,967
Total assets less current liabilities		354,642	428,057
Creditors: Amounts falling due after more than one year	<u>6</u>	(50,607)	(81,301)
Provisions for liabilities		(4,797)	(5,421)
Net assets		299,238	341,335
Capital and reserves			
Called up share capital		1	1
Profit and loss account		299,237	341,334
Total equity		299,238	341,335

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.

Director's 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 director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The notes on pages 4 to 9 form an integral part of these financial statements.
Page 2

High on Bikes Limited

(Registration number: 04864607)

Balance Sheet as at 31 March 2017

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 director on 28 December 2017

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M Rumph

Director

The notes on pages 4 to 9 form an integral part of these financial statements.
Page 3

High on Bikes Limited

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

1 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.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are 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 the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

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.

High on Bikes Limited

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

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	25% reducing balance method.
Fixtures and fittings	25% reducing balance method.
Property improvements	10% straight line method.
Freehold property	4% straight line method.

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.

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.

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.

High on Bikes Limited

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

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

2 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 6 (2016 - 3).

3 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Property improvements £	Total £
Cost or valuation					
At 1 April 2016	189,355	42,708	23,661	29,158	284,882
Additions	-	722	-	2,668	3,390
At 31 March 2017	189,355	43,430	23,661	31,826	288,272
Depreciation					
At 1 April 2016	59,768	33,513	18,045	16,466	127,792
Charge for the year	7,471	2,392	1,404	3,116	14,383
At 31 March 2017	67,239	35,905	19,449	19,582	142,175
Carrying amount					
At 31 March 2017	122,116	7,525	4,212	12,244	146,097
At 31 March 2016	129,587	9,195	5,616	12,692	157,090

Included within the net book value of land and buildings above is £122,116 (2016 - £129,587) in respect of freehold land and buildings.

4 Stocks

	2017 £	2016 £
Other inventories	478,685	520,244

5 Debtors

High on Bikes Limited

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

	2017 £	2016 £
Trade debtors	4,048	27,880
Prepayments	460	460
Other debtors	4,184	1,390
	<u>8,692</u>	<u>29,730</u>

High on Bikes Limited

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

6 Creditors

Creditors: amounts falling due within one year

	Note	2017 £	2016 £
Due within one year			
Loans and borrowings	<u>7</u>	35,399	32,050
Trade creditors		242,461	251,862
Taxation and social security		3,597	3,628
Accruals and deferred income		1,800	1,800
Other creditors		-	6
		<u>283,257</u>	<u>289,346</u>

Creditors: amounts falling due after more than one year

	Note	2017 £	2016 £
Due after one year			
Loans and borrowings	<u>7</u>	<u>50,607</u>	<u>81,301</u>

7 Loans and borrowings

	2017 £	2016 £
Non-current loans and borrowings		
Bank borrowings	50,607	73,551
Finance lease liabilities	-	7,750
	<u>50,607</u>	<u>81,301</u>

	2017 £	2016 £
Current loans and borrowings		
Bank borrowings	13,000	(735)
Bank overdrafts	22,399	15,239
Finance lease liabilities	-	3,182
Other borrowings	-	14,364
	<u>35,399</u>	<u>32,050</u>

High on Bikes Limited

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

8 Share capital

Allotted, called up and fully paid shares

	2017		2016	
	No.	£	No.	£
Ordinary shares of £1 each	1	1	1	1

9 Related party transactions

Directors' remuneration

The director's remuneration for the year was as follows:

	2017	2016
	£	£
Remuneration	7,999	7,500
Contributions paid to money purchase schemes	22,580	18,500
	30,579	26,000

10 Transition to FRS 102

No adjustments were made to the reported financial position and performance of the company on its first-time adoption of FRS102 Section 1A.

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.