COMPANY REGISTRATION NUMBER: 06145321

AMENDING

Motorsure Limited

Unaudited Financial Statements

31 July 2018

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Motorsure Limited

Directors' Report

Year ended 31 July 2018

The directors present their report and the unaudited financial statements of the company for the year ended 31 July 2018.

Directors

The directors who served the company during the year were as follows:

Mr M Shabir
Mr M Shakeel
Mr N B Bashir

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

This report was approved by the board of directors on 16 April 2019 and signed on behalf of the board by:

Mr N B Bashir
Director

Registered office:
Damside
Oakworth Road
Keighley
West Yorkshire
BD21 1QD

Motorsure Limited

Statement of Income and Retained Earnings

Year ended 31 July 2018

	Note	2018 £	2017 £
Turnover		**10,154,214**	11,982,009
Cost of sales		**9,229,023**	10,930,839
Gross profit		**925,191**	1,051,170
Distribution costs		**2,000**	1,250
Administrative expenses		**964,823**	1,161,983
Operating loss		**(41,632)**	(112,063)
Other interest receivable and similar income		**34**	–
Loss before taxation	**6**	**(41,598)**	(112,063)
Tax on loss		**–**	151,309
Loss for the financial year and total comprehensive income		**(41,598)**	(263,372)
Retained earnings at the start of the year		**1,799,226**	2,062,598
Retained earnings at the end of the year		**1,757,628**	1,799,226

All the activities of the company are from continuing operations.

The notes on pages 4 to 8 form part of these financial statements.

Motorsure Limited

Statement of Financial Position

31 July 2018

	Note	2018 £	2018 £	2017 £
Fixed assets				
Tangible assets	8		156,403	201,052
Current assets				
Stocks		5,879,284		5,991,678
Debtors	9	30,321		8,500
Cash at bank and in hand		–		168,940
		5,909,605		6,169,118
Creditors: amounts falling due within one year	10	4,308,280		4,570,844
Net current assets			1,601,325	1,598,274
Total assets less current liabilities			1,757,728	1,799,326
Net assets			1,757,728	1,799,326
Capital and reserves				
Called up share capital			100	100
Profit and loss account			1,757,628	1,799,226
Shareholders funds			1,757,728	1,799,326

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

For the year ending 31 July 2018 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 financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements were approved by the board of directors and authorised for issue on 16 April 2019, and are signed on behalf of the board by:

Mr N B Bashir
Director

Company registration number: 06145321

Motorsure Limited

Notes to the Financial Statements

Year ended 31 July 2018

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Damside, Oakworth Road, Keighley, West Yorkshire, BD21 1QD.

2. Statement of compliance

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Revenue recognition

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Income tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

3. Accounting policies *(continued)*

Income tax *(continued)*

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other 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. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Goodwill

Goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. It is amortised on a straight-line basis over its useful life. Goodwill has now been fully amortised.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Goodwill	-	Goodwill has now been fully amortised

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and Machinery	-	15% reducing balance
Motor Vehicles	-	25% reducing balance
Equipment	-	25% reducing balance

3. Accounting policies *(continued)*

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition after making due allowance for obsolete and slow moving items.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

4. Auditor's remuneration

	2018	2017
	£	£
Fees payable for the audit of the financial statements	**–**	9,750

5. Employee numbers

The average number of persons employed by the company during the year amounted to 15 (2017: 15).

6. Profit before taxation

Loss before taxation is stated after charging:

	2018	2017
	£	£
Depreciation of tangible assets	**46,452**	61,424

7. Intangible assets

	Goodwill £
Cost	
At 1 August 2017 and 31 July 2018	**581,857**
Amortisation	
At 1 August 2017 and 31 July 2018	**581,857**
Carrying amount	
At 31 July 2018	**–**
At 31 July 2017	–

8. Tangible assets

	Plant and machinery £	Motor vehicles £	Equipment £	Registration Plate £	Total £
Cost					
At 1 August 2017	33,206	300,000	19,910	6,525	**359,641**
Additions	–	–	1,803	–	**1,803**
At 31 July 2018	33,206	300,000	21,713	6,525	**361,444**
Depreciation					
At 1 August 2017	11,417	131,250	15,922	–	**158,589**
Charge for the year	3,268	42,187	997	–	**46,452**
At 31 July 2018	14,685	173,437	16,919	–	**205,041**
Carrying amount					
At 31 July 2018	18,521	126,563	4,794	6,525	**156,403**
At 31 July 2017	21,789	168,750	3,988	6,525	201,052

9. Debtors

	2018 £	2017 £
Trade debtors	**30,321**	8,500

10. Creditors: amounts falling due within one year

	2018 £	2017 £
Bank loans and overdrafts	**346,716**	71,309
Trade creditors	**1,847,043**	2,304,385
Corporation tax	**287,531**	305,880
Social security and other taxes	**204,201**	156,106
Other creditors - desc in a/cs	**1,014**	1,014
Other creditors	**1,621,775**	1,732,150
	4,308,280	4,570,844

The bank overdraft is secured by a debenture over the assets of the company.

11. Directors' advances, credits and guarantees

No dividends were paid to the company directors during the year.

12. Related party transactions

The company was under the control of Mr M Shabir, Mr M Shakeel & Mr NB Bashir throughout the current year. Mr M Shabir Mr M Shakeel & Mr NB Bashir are the managing directors and majority shareholders.

No further transactions with related parties were undertaken such as are required to be disclosed under FRS102.

Motorsure Limited

Management Information

Year ended 31 July 2018

The following pages do not form part of the financial statements.

Motorsure Limited

Detailed Income Statement

Year ended 31 July 2018

	2018	2017
	£	£
Turnover	**10,154,214**	11,982,009
Cost of sales		
Opening stock	**5,991,678**	5,849,317
Purchases	**9,091,294**	11,048,541
Subcontractor costs	**25,335**	24,659
	15,108,307	16,922,517
Closing stock	**5,879,284**	5,991,678
	9,229,023	10,930,839
Gross profit	**925,191**	1,051,170
Overheads		
Distribution costs	**2,000**	1,250
Administrative expenses	**964,823**	1,161,983
	966,823	1,163,233
Operating loss	**(41,632)**	(112,063)
Other interest receivable and similar income	**34**	–
Loss before taxation	**(41,598)**	(112,063)

Motorsure Limited

Notes to the Detailed Income Statement

Year ended 31 July 2018

	2018 £	2017 £
Distribution costs		
Commissions paid	**2,000**	1,250
Administrative expenses		
Directors salaries	**29,825**	29,976
Wages and salaries	**166,286**	198,478
Employers national insurance contributions	**10,969**	10,909
Rent	**36,000**	36,000
Rates and water	**1,807**	16,577
Light and heat	**1,381**	85,516
Insurance	**–**	18,900
Repairs and maintenance	**16,260**	3,249
Motor expenses	**328,504**	388,754
Travel and subsistence	**26,912**	14,580
Telephone	**10,230**	11,873
Printing postage and stationery	**1,577**	2,208
Sundry expenses	**2,292**	1,183
Donations	**7,570**	1,300
General expenses	**7,741**	7,936
General expenses (disallowable)	**3,958**	8,416
Advertising	**216,781**	217,629
Entertaining	**536**	–
Legal and professional fees (allowable)	**7,222**	3,273
Accountancy fees	**20,260**	13,618
Auditors remuneration	**–**	9,390
Depreciation of tangible assets	**46,452**	61,424
Bad debts written off	**–**	(848)
Bank charges	**22,260**	21,642
	964,823	1,161,983
Other interest receivable and similar income		
Interest on cash and cash equivalents	**34**	–

Motorstate Limited

Notes to the Detailed Income Statement

Year ended 31 July 2018

	2018	2017
	£	£
Distribution costs		
Commission paid	5,000	4,250
Administrative expenses		
Directors' salaries	52,652	50,812
Wages and salaries	385,388	354,881
Employers' national insurance contributions	40,223	40,806
Rent	36,000	36,000
Rates and water	4,708	4,215
Light and heat	4,184	3,812
Insurance	–	10,000
Repairs and maintenance	10,520	8,452
Motor expenses	358,204	388,324
Travel and subsistence	25,610	24,080
Telephone	10,520	11,213
Printing postage and stationery	4,212	3,502
Sundry expenses	5,285	7,483
Donations	1,210	1,300
General expenses	1,144	1,969
General expenses (irrecoverable)	3,928	3,418
Advertising	174,184	174,350
Entertaining	248	-
Legal and professional fees (allowable)	1,555	3,273
Accountancy fees	20,020	17,813
Website maintenance	–	2,000
Depreciation of tangible assets	25,424	21,424
Bad debts written off	–	(248)
Bank charges	22,080	21,845
	668,284	668,178
Other interest receivable and similar income		
Interest on cash and cash equivalents	34	–