

Registered Number SC251069

Mechanics Choice Limited

Abbreviated Accounts

30 June 2011

Mechanics Choice Limited

Registered Number SC251069

Company Information

Registered Office:

28 Townsend Place
Kirkcaldy
Fife
KY1 1HB

Reporting Accountants:

Harley Hepburn

28 Townsend Place
Kirkcaldy
Fife
KY1 1HB

Bankers:

Bank of Scotland
2 High Street
Kinross
Fife
KY13 8AW

Mechanics Choice Limited

Registered Number SC251069

Balance Sheet as at 30 June 2011

	Notes	2011 £	2010 £
Fixed assets			
Intangible	2	925	1,390
Tangible	3	258	1,094
		<u>1,183</u>	<u>2,484</u>
Current assets			
Stocks		8,450	9,985
Debtors		5,272	6,131
Cash at bank and in hand		1,847	3,100
Total current assets		<u>15,569</u>	<u>19,216</u>
Creditors: amounts falling due within one year		(28,137)	(30,398)
Net current assets (liabilities)		(12,568)	(11,182)
Total assets less current liabilities		<u>(11,385)</u>	<u>(8,698)</u>
Total net assets (liabilities)		<u>(11,385)</u>	<u>(8,698)</u>
Capital and reserves			
Called up share capital	4	1	1
Profit and loss account		(11,386)	(8,699)
Shareholders funds		<u>(11,385)</u>	<u>(8,698)</u>

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- a. For the year ending 30 June 2011 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.
 - b. The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.
 - c. The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.
 - d. These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the board on 12 September 2011

And signed on their behalf by:

J C Kinnaird, Director

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 1068 of the Companies Act 2006.

Notes to the Abbreviated Accounts

For the year ending 30 June 2011

1 **Accounting policies**

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover

Turnover represents sale of goods and services provided net of Value Added Tax and trade discounts. Turnover is recognised when the goods and services are physically provided to the customer.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2003, is being amortised evenly over its estimated useful life of ten years.

Stocks

Stock is valued at the lower of cost and net realisable value. Cost is determined on a first in first out basis. Net realisable value represents estimated selling price less costs to complete and sell. Provision is made for slow moving, obsolete or damaged stock where the net realisable value is less than cost.

Deferred tax

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the Balance Sheet date. However, deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted. Deferred taxation is measured on a non-discounted basis at the average tax rates that are expected to apply in the periods in which the timing differences reverse, based on tax rates and laws enacted or substantially enacted at the Balance Sheet date. Deferred tax is not provided on timing differences arising from the revaluation of fixed assets where there is no commitment to sell the assets.

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Plant and machinery	25% on reducing balance
Motor vehicles	25% on cost

2 **Intangible fixed assets**

Cost or valuation	£
At 01 July 2010	4,645
At 30 June 2011	4,645

	At 30 June 2011	<u>4,040</u>		
	Amortisation			
	At 01 July 2010	3,255		
	Charge for year	<u>465</u>		
	At 30 June 2011	<u>3,720</u>		
	Net Book Value			
	At 30 June 2011	925		
	At 30 June 2010	<u>1,390</u>		
3	Tangible fixed assets			
				Total
	Cost			£
	At 01 July 2010		-	<u>9,171</u>
	At 30 June 2011		-	<u>9,171</u>
	Depreciation			
	At 01 July 2010			8,077
	Charge for year		-	<u>836</u>
	At 30 June 2011		-	<u>8,913</u>
	Net Book Value			
	At 30 June 2011			258
	At 30 June 2010		-	<u>1,094</u>
4	Share capital			
		2011	2010	
		£	£	
	Allotted, called up and fully paid:			
	1 Ordinary Shares shares of £1 each	1	1	
5	Related party disclosures			
	Included in creditors is a directors current account totalling £24,624.			
6	Ultimate controlling party			
	Ultimate control of the company lies with J C Kinnaird by virtue of his shareholding.			