

Company Registration No. 07389704 (England and Wales)

**EMPIRECARS BEDFORD LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017
PAGES FOR FILING WITH REGISTRAR**

EMPIRECARS BEDFORD LIMITED

COMPANY INFORMATION

Director	Mr I Aftab
Company number	07389704
Registered office	Lynwood House 373-375 Station Road Harrow Middlesex HA1 2AW
Accountants	RDP Newmans LLP Lynwood House 373-375 Station Road Harrow Middlesex HA1 2AW
Business address	151 Cotton End Road Wilstead Bedford MK45 3DD

EMPIRECARS BEDFORD LIMITED

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EMPIRECARS BEDFORD LIMITED

BALANCE SHEET

AS AT 31 MARCH 2017

	Notes	2017		2016	
		£	£	£	£
Fixed assets					
Tangible assets	3		28,304		8,019
Current assets					
Stocks		415,074		237,678	
Debtors	4	3,046		14,419	
Cash at bank and in hand		22,812		27,164	
		<u>440,932</u>		<u>279,261</u>	
Creditors: amounts falling due within one year	5	<u>(394,755)</u>		<u>(286,891)</u>	
Net current assets/(liabilities)			46,177		(7,630)
Total assets less current liabilities			<u>74,481</u>		<u>389</u>
Creditors: amounts falling due after more than one year	6		(62,500)		-
Provisions for liabilities			<u>(4,812)</u>		<u>-</u>
Net assets			<u>7,169</u>		<u>389</u>
Capital and reserves					
Called up share capital	7		2		2
Profit and loss reserves			7,167		387
Total equity			<u>7,169</u>		<u>389</u>

The director of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 March 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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.

EMPIRECARS BEDFORD LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 MARCH 2017

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and signed by the director and authorised for issue on 27 May 2017

Mr I Aftab

Director

Company Registration No. 07389704

EMPIRECARS BEDFORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies

Company information

Empirecars Bedford Limited is a private company limited by shares incorporated in England and Wales. The registered office is Lynwood House, 373-375 Station Road, Harrow, Middlesex, HA1 2AW.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

These financial statements for the year ended 31 March 2017 are the first financial statements of Empirecars Bedford Limited prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 April 2015. An explanation of how transition to FRS 102 has affected the reported financial position and financial performance is given in note .

1.2 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

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

1.3 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and machinery	15% reducing balance method
Fixtures, fittings & equipment	15% reducing balance method
Computer equipment	33.33% reducing balance method

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

EMPIRECARS BEDFORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies (Continued)

1.4 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at the lower of replacement cost and cost, adjusted where applicable for any loss of service potential.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.5 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.6 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

EMPIRECARS BEDFORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies **(Continued)**

1.7 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.8 Taxation

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

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and 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. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.9 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.10 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 6 (2016 - 6).

EMPIRECARS BEDFORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

3	Tangible fixed assets		Plant and machinery etc
			£
	Cost		
	At 1 April 2016		16,156
	Additions		25,455
			<u>41,611</u>
	At 31 March 2017		41,611
	Depreciation and impairment		
	At 1 April 2016		8,137
	Depreciation charged in the year		5,170
			<u>13,307</u>
	At 31 March 2017		13,307
	Carrying amount		
	At 31 March 2017		<u>28,304</u>
	At 31 March 2016		<u>8,019</u>
4	Debtors	2017	2016
		£	£
	Amounts falling due within one year:		
	Trade debtors	2,635	14,419
	Other debtors	411	-
		<u>3,046</u>	<u>14,419</u>
5	Creditors: amounts falling due within one year	2017	2016
		£	£
	Trade creditors	19,531	22,710
	Corporation tax	4,830	8,195
	Other taxation and social security	19,985	18,594
	Other creditors	350,409	237,392
		<u>394,755</u>	<u>286,891</u>
6	Creditors: amounts falling due after more than one year	2017	2016
		£	£
	Other creditors	<u>62,500</u>	<u>-</u>

EMPIRECARS BEDFORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

6 Creditors: amounts falling due after more than one year (Continued)

7 Share capital

	2017	2016
	£	£
Ordinary share capital Issued and fully paid		
2 Ordinary shares of £1 each	2	2
	<u>2</u>	<u>2</u>

8 Related party transactions

Included within other creditors is a loan of £168,517 (2016: £114,399) due to the spouse of Mr I Aftab, the director of the company. During the year the company paid interest of £5,255 (2016: £nil) with respect to this loan; the rate of interest on this loan was 3.25% per annum.

Included within other creditors is a balance of £10,456 (2016: £19,371) due to Mr I Aftab, director of the company.

During the year rent of £30,000 (2016: £9,600) was paid jointly to Mr I Aftab and his spouse.

During the year dividends of £14,000 (2016: £17,750) were paid to Mr I Aftab.

9 Prior period adjustment

Loans from shareholders were previously classified as creditors due after more than one year. On review of the relevant terms and conditions it has been determined that they are repayable on demand and should therefore be classified as creditors due after less than one year. There has been no impact on profit or loss.

Changes to the balance sheet

Balances as restated before FRS 102 transition adjustments:	At 31 March 2016		
	As previously reported	Adjustment	As restated
	£	£	£
Creditors due within one year			
Loans and overdrafts	(33,770)	(100,000)	(133,770)
Creditors due after one year			
Other creditors	(100,000)	100,000	-
	<u>(133,770)</u>	<u>0</u>	<u>(133,770)</u>
Net assets	389	-	389
	<u>389</u>	<u>-</u>	<u>389</u>

EMPIRECARS BEDFORD LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

9	Prior period adjustment	(Continued)		
		At 31 March 2016		
	Balances as restated before FRS 102 transition adjustments:	As previously reported	Adjustment	As restated
		£	£	£
	Changes to the profit and loss account			
		Period ended 31 March 2016		
	Balances as restated before FRS 102 transition adjustments:	As previously reported	Adjustment	As restated
		£	£	£
	Profit for the financial period	34,252	-	34,252
		<u> </u>	<u> </u>	<u> </u>

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.