

Company Registration No. 03822178 (England and Wales)

TEAMWORKS KARTING LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2018
PAGES FOR FILING WITH REGISTRAR

TEAMWORKS KARTING LIMITED

COMPANY INFORMATION

Directors	Mr J M Handley Mr M A Bryant Mrs S J Schehtman
Company number	03822178
Registered office	202 Fazeley Street Birmingham West Midlands B5 5SE
Accountants	Ormerod Rutter Limited The Oakley Kidderminster Road Droitwich Worcestershire WR9 9AY
Bankers	Lloyds Bank 207 High Street Edlington Birmingham B23 6SZ

TEAMWORKS KARTING LIMITED

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TEAMWORKS KARTING LIMITED

ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF TEAMWORKS KARTING LIMITED FOR THE YEAR ENDED 28 FEBRUARY 2018

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Teamworks Karting Limited for the year ended 28 February 2018 which comprise, the Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of Teamworks Karting Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Teamworks Karting Limited and state those matters that we have agreed to state to the Board of Directors of Teamworks Karting Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Teamworks Karting Limited and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that Teamworks Karting Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Teamworks Karting Limited. You consider that Teamworks Karting Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Teamworks Karting Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Ormerod Rutter Limited

23 July 2018

Chartered Accountants

The Oakley
Kidderminster Road
Droitwich
Worcestershire
WR9 9AY

TEAMWORKS KARTING LIMITED**BALANCE SHEET****AS AT 28 FEBRUARY 2018**

		2018		2017 as restated	
	Notes	£	£	£	£
Fixed assets					
Goodwill	3		72,000		-
Tangible assets	4		645,469		647,097
Investments	5		50		40
			<u>717,519</u>		<u>647,137</u>
Current assets					
Stocks		61,973		66,362	
Debtors	6	108,183		85,972	
Cash at bank and in hand		134,446		247,727	
		<u>304,602</u>		<u>400,061</u>	
Creditors: amounts falling due within one year	7	<u>(978,758)</u>		<u>(1,160,640)</u>	
Net current liabilities			<u>(674,156)</u>		<u>(760,579)</u>
Total assets less current liabilities			43,363		(113,442)
Creditors: amounts falling due after more than one year	8		(318,402)		(287,811)
Net liabilities			<u>(275,039)</u>		<u>(401,253)</u>
Capital and reserves					
Called up share capital	10		107		107
Share premium account			752,466		752,466
Revaluation reserve			84,040		84,040
Profit and loss reserves			(1,111,652)		(1,237,866)
Total equity			<u>(275,039)</u>		<u>(401,253)</u>

The directors 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 28 February 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006.

The directors acknowledge their 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.

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

TEAMWORKS KARTING LIMITED

BALANCE SHEET (CONTINUED)

AS AT 28 FEBRUARY 2018

The financial statements were approved by the board of directors and authorised for issue on 23 July 2018 and are signed on its behalf by:

Mr M A Bryant
Director

Company Registration No. 03822178

TEAMWORKS KARTING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28 FEBRUARY 2018

1 Accounting policies

Company information

Teamworks Karting Limited is a private company limited by shares incorporated in England and Wales. The registered office is 202 Fazeley Street, Birmingham, West Midlands, B5 5SE.

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 have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

The company has taken advantage of the exemption under section 399 of the Companies Act 2006 not to prepare consolidated accounts, on the basis that the group of which this is the parent qualifies as a small group. The financial statements present information about the company as an individual entity and not about its group.

1.2 Prior period error

The prior year comparatives have been restated to remove a share issue included in error. The overall effect on the balance sheet is a reduction in share capital £24 and a reduction in share premium of £14,976. Also creditors increased by £15,000 and debtors increased by £17,000. The adjustment has resulted in no profit effect.

1.3 Going concern

The financial statements have been prepared on a going concern basis. The directors acknowledge the continued financial support of the parent company.

The directors have also implemented significant measures to reduce operating expenses and fixed costs. As a result, the directors have concluded that they have a reasonable expectation that the company will have adequate resources to continue in operational existence for the foreseeable future. For these reasons, the directors continue to adopt the going concern basis in preparing the annual report and accounts.

1.4 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.

1.5 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.

TEAMWORKS KARTING LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 28 FEBRUARY 2018**

1 Accounting policies**(Continued)**

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:

Leasehold improvements	7% on cost
Plant and equipment	20% on reducing balance
Computer equipment	33% on cost

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.

Individual plant and machinery are revalued every three to five years, with the surplus or deficit on book value being transferred to the revaluation reserve. A deficit in excess of any previously recognised surplus over depreciated cost relating to the same plant or machinery, or the reversal of such deficit, is charged or credited to the profit and loss account. A deficit that represents a clear consumption of economic benefits is charged to the profit and loss account regardless of any such previous surplus.

1.6 Fixed asset investments

Interests in subsidiaries, associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

1.7 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.

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.

TEAMWORKS KARTING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 FEBRUARY 2018

1 Accounting policies

(Continued)

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

1.10 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.11 Leases

Rental income from operating leases is recognised on a straight line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight line basis over the lease term.

1.12 Management charges

Management charges paid represent amounts paid to subsidiary undertakings to contribute towards overheads.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 15 (2017 - 39).

TEAMWORKS KARTING LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 28 FEBRUARY 2018****3 Intangible fixed assets**

	Goodwill
	£
Cost	
At 1 March 2017	-
Additions	72,000
	<hr/>
At 28 February 2018	72,000
	<hr/>
Amortisation and impairment	
At 1 March 2017 and 28 February 2018	-
	<hr/>
Carrying amount	
At 28 February 2018	72,000
	<hr/> <hr/>
At 28 February 2017	-
	<hr/> <hr/>

4 Tangible fixed assets

	Leasehold	Plant and	Computer	Total
	improvements	equipment	equipment	
	£	£	£	£
Cost or valuation				
At 1 March 2017	578,587	1,232,490	77,074	1,888,151
Additions	44,545	85,542	8,501	138,588
	<hr/>	<hr/>	<hr/>	<hr/>
At 28 February 2018	623,132	1,318,032	85,575	2,026,739
	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation and impairment				
At 1 March 2017	321,705	857,379	61,970	1,241,054
Depreciation charged in the year	40,470	90,153	9,593	140,216
	<hr/>	<hr/>	<hr/>	<hr/>
At 28 February 2018	362,175	947,532	71,563	1,381,270
	<hr/>	<hr/>	<hr/>	<hr/>
Carrying amount				
At 28 February 2018	260,957	370,500	14,012	645,469
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
At 28 February 2017	256,882	375,111	15,104	647,097
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Plant and equipment with a carrying amount of £64,433 were revalued by independent valuers not connected with the company on the basis of market value. The valuation conforms to International Valuation Standards and was based on recent market transactions on arm's length terms for similar equipment.

TEAMWORKS KARTING LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 28 FEBRUARY 2018****5 Fixed asset investments**

	2018	2017
	£	£
Investments	50	40

Movements in fixed asset investments

	Shares in group undertakings
	£
Cost or valuation	
At 1 March 2017	40
Additions	10
At 28 February 2018	50
Carrying amount	
At 28 February 2018	50
At 28 February 2017	40

6 Debtors

	2018	2017
	£	£
Amounts falling due within one year:		
Trade debtors	13,376	25,322
Corporation tax recoverable	-	19,400
Amounts due from group undertakings	1,487	-
Other debtors	17,398	24,250
	32,261	68,972
Deferred tax asset	75,922	17,000
	108,183	85,972

TEAMWORKS KARTING LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 28 FEBRUARY 2018****7 Creditors: amounts falling due within one year**

	2018	2017
	£	£
Bank loans and overdrafts	-	42,650
Trade creditors	37,432	42,182
Amounts due to group undertakings	677,298	677,298
Other taxation and social security	94,827	142,227
Other creditors	169,201	256,283
	<u>978,758</u>	<u>1,160,640</u>

8 Creditors: amounts falling due after more than one year

	2018	2017
	£	£
Bank loans and overdrafts	268,854	261,976
Other creditors	49,548	25,835
	<u>318,402</u>	<u>287,811</u>

9 Secured debts

The following secured debts are included within creditors:

	2018	2017
	£	£
Hire purchase contracts	25,835	71,122
Bank loans	268,854	304,626
	<u>294,689</u>	<u>375,748</u>

Bank loans are secured by fixed charges over all assets.

Hire purchase contracts are secured against the assets to which they relate.

10 Called up share capital

	2018	2017
	£	£
Ordinary share capital		
Issued and fully paid		
10,700,000 Ordinary A of 0.001p each	107	107
	<u>107</u>	<u>107</u>

11 Related party transactions

TEAMWORKS KARTING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 FEBRUARY 2018

11 Related party transactions

(Continued)

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.

12 Control

Ultimate parent company

Teamworks Karting Holdings Limited is regarded by the directors as being the company's ultimate parent company.

Ultimate controlling party

The ultimate controlling party is Mr M A Bryant and Mrs S J Schehtman, by virtue of their interest in the ultimate parent company.

