

Canford Classics Ltd

Annual Report and Unaudited Financial Statements

for the Year Ended 30 September 2021

Avencia Tax and Accountancy Ltd
Chartered Tax Advisers
13a Mill Lane
Wimborne
Dorset
BH21 1LN

Canford Classics Ltd

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Canford Classics Ltd

Company Information

Directors Dr Alan Timothy Drayson
Mrs Dominique Claire Drayson

Registered office The Old Hay Barn
North West Farm
West Street
Winterborne Kingston
Dorset
DT11 9AT

Bankers NatWest

Accountants Avencia Tax and Accountancy Ltd
Chartered Tax Advisers
13a Mill Lane
Wimborne
Dorset
BH21 1LN

Canford Classics Ltd

Directors' Report and responsibilities for the Year Ended 30 September 2021

The directors present their report and the financial statements for the year ended 30 September 2021.

Directors responsibilities

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Directors of the company

The directors who held office during the year were as follows:

Dr Alan Timothy Drayson

Mrs Dominique Claire Drayson

Principal activity

The principal activity of the company is classic car restoration

Small companies provision statement

This report has 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.

Approved by the Board on 8 April 2022 and signed on its behalf by:

.....
Dr Alan Timothy Drayson
Director

.....
Mrs Dominique Claire Drayson
Director

**Accountants' Report to the Board of Directors on the Preparation of the Unaudited
Statutory Accounts of
Canford Classics Ltd
for the Year Ended 30 September 2021**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Canford Classics Ltd for the year ended 30 September 2021 as set out on pages [4](#) to [13](#) from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Chartered Institute of Taxation (CIOT), we are subject to its ethical and other professional requirements which are detailed at <https://www.tax.org.uk/professional-standards/professional-rules/professional-rules-and-practice-guidelines>.

This report is made solely to the Board of Directors of Canford Classics Ltd, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Canford Classics Ltd and state those matters that we have agreed to state to the Board of Directors of Canford Classics Ltd, as a body, in this report in accordance with CIOT. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Canford Classics Ltd and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Canford Classics Ltd has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Canford Classics Ltd. You consider that Canford Classics Ltd 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 accounts of Canford Classics Ltd. 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 accounts.

.....
Avencia Tax and Accountancy Ltd
Chartered Tax Advisers
13a Mill Lane
Wimborne
Dorset
BH21 1LN

8 April 2022

Canford Classics Ltd

(Registration number: 09154264)
Balance Sheet as at 30 September 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	5	36,579	29,641
Current assets			
Stocks	6	450,220	384,668
Debtors	7	40,414	4,037
Cash at bank and in hand		7,684	250,833
		<hr/> 498,318	<hr/> 639,538
Creditors: Amounts falling due within one year	8	<hr/> (334,443)	<hr/> (514,904)
Net current assets		<hr/> 163,875	<hr/> 124,634
Total assets less current liabilities		200,454	154,275
Creditors: Amounts falling due after more than one year	8	(36,667)	(50,000)
Provisions for liabilities		<hr/> (6,950)	<hr/> (5,632)
Net assets		<hr/> 156,837	<hr/> 98,643
Capital and reserves			
Called up share capital	9	100	100
Profit and loss account		<hr/> 156,737	<hr/> 98,543
Shareholders' funds		<hr/> 156,837	<hr/> 98,643

For the financial year ending 30 September 2021 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 accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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 Board on 8 April 2022 and signed on its behalf by:

The notes on pages [6](#) to [13](#) form an integral part of these financial statements.
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Canford Classics Ltd

(Registration number: 09154264)

Balance Sheet as at 30 September 2021

.....
Dr Alan Timothy Drayson
Director

.....
Mrs Dominique Claire Drayson
Director

The notes on pages [6](#) to [13](#) form an integral part of these financial statements.
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Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

The Old Hay Barn
North West Farm
West Street
Winterborne Kingston
Dorset
DT11 9AT

These financial statements were authorised for issue by the Board on 8 April 2022.

2 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 current and 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.

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021

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 balance sheet 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.

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
Plant and machinery	25% straight line
Office equipment	25% straight line
Leasehold property	50% straight line
Works vehicles	25% reducing balance

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	20% straight line

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

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.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

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.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

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.

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021

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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 7 (2020 - 6).

Canford Classics Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021

4 Intangible assets

	Goodwill £
Cost or valuation	
At 1 October 2020	30,800
At 30 September 2021	30,800
Amortisation	
At 1 October 2020	30,800
At 30 September 2021	30,800
Carrying amount	
At 30 September 2021	-

5 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Other tangible assets £
Cost or valuation				
At 1 October 2020	3,383	8,684	2,665	91,280
Additions	-	1,623	-	14,586
At 30 September 2021	3,383	10,307	2,665	105,866
Depreciation				
At 1 October 2020	3,383	7,594	2,196	63,198
Charge for the year	-	531	78	8,662
At 30 September 2021	3,383	8,125	2,274	71,860
Carrying amount				
At 30 September 2021	-	2,182	391	34,006
At 30 September 2020	-	1,091	469	28,081

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021

	Total £
Cost or valuation	
At 1 October 2020	106,012
Additions	<u>16,209</u>
At 30 September 2021	<u>122,221</u>
Depreciation	
At 1 October 2020	76,371
Charge for the year	<u>9,271</u>
At 30 September 2021	<u>85,642</u>
Carrying amount	
At 30 September 2021	<u><u>36,579</u></u>
At 30 September 2020	<u><u>29,641</u></u>

Included within the net book value of land and buildings above is £Nil (2020 - £Nil) in respect of freehold land and buildings.

6 Stocks

	2021 £	2020 £
Work in progress	183,623	191,802
Stock	<u>266,597</u>	<u>192,866</u>
	<u><u>450,220</u></u>	<u><u>384,668</u></u>

7 Debtors

	2021 £	2020 £
Trade debtors	2,197	1,409
Prepayments	2,586	2,628
Other debtors	<u>35,631</u>	<u>-</u>
	<u><u>40,414</u></u>	<u><u>4,037</u></u>

Canford Classics Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021

8 Creditors

Creditors: amounts falling due within one year

	Note	2021 £	2020 £
Due within one year			
Loans and borrowings	10	17,319	-
Trade creditors		8,858	179,263
Taxation and social security		17,729	48,191
Accruals and deferred income		6,053	4,068
Other creditors		284,484	283,382
		<u>334,443</u>	<u>514,904</u>

Creditors: amounts falling due after more than one year

	Note	2021 £	2020 £
Due after one year			
Loans and borrowings	10	<u>36,667</u>	<u>50,000</u>

9 Share capital

Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary A shares of £1 each	50	50	50	50
Ordinary B shares of £1 each	50	50	50	50
	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

10 Loans and borrowings

	2021 £	2020 £
Non-current loans and borrowings		
Bank borrowings	<u>36,667</u>	<u>50,000</u>

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021

	2021 £	2020 £
Current loans and borrowings		
Bank borrowings	10,000	-
Other borrowings	7,319	-
	<hr/>	<hr/>
	17,319	-
	<hr/> <hr/>	<hr/> <hr/>