

Company Registration No. SC197100 (Scotland)

EUROPEAN CIRCUITS LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021
PAGES FOR FILING WITH REGISTRAR

EUROPEAN CIRCUITS LIMITED

CONTENTS

	Page
Balance sheet	1 - 2
Notes to the financial statements	3 - 7

EUROPEAN CIRCUITS LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	3	960,004		837,984	
Investment properties	4	298,700		298,700	
		<u>1,258,704</u>		<u>1,136,684</u>	
Current assets					
Stocks		240,014		102,472	
Debtors	5	701,228		555,589	
Cash at bank and in hand		729,172		1,276,889	
		<u>1,670,414</u>		<u>1,934,950</u>	
Creditors: amounts falling due within one year	6	<u>(779,219)</u>		<u>(1,202,736)</u>	
Net current assets			891,195		732,214
Total assets less current liabilities			<u>2,149,899</u>		<u>1,868,898</u>
Creditors: amounts falling due after more than one year	7		(435,983)		(460,078)
Provisions for liabilities			<u>(119,369)</u>		<u>(66,186)</u>
Net assets			<u><u>1,594,547</u></u>		<u><u>1,342,634</u></u>
Capital and reserves					
Called up share capital			30,000		30,000
Profit and loss reserves			<u>1,564,547</u>		<u>1,312,634</u>
Total equity			<u><u>1,594,547</u></u>		<u><u>1,342,634</u></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 31 December 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 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.

EUROPEAN CIRCUITS LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2021

The financial statements were approved by the board of directors and authorised for issue on 23 September 2022 and are signed on its behalf by:

Mrs P Briscoe
Director

Company Registration No. SC197100

EUROPEAN CIRCUITS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

Company information

European Circuits Limited is a private company limited by shares incorporated in Scotland. The registered office is 2 Beardmore Way, Clydebank Industrial Estate, Clydebank, West Dunbartonshire, United Kingdom, G81 4HT.

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. The principal accounting policies adopted are set out below.

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.

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:

Land and Buildings	No depreciation
Leasehold improvements	25% on cost
Plant and equipment	20% on reducing balance
Computer Equipment	25% on cost
Motor vehicles	20% on reducing balance

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.

1.4 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. Changes in fair value are recognised in profit or loss.

1.5 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

EUROPEAN CIRCUITS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.6 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.

1.7 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction 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.

1.10 Retirement benefits

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

1.11 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

EUROPEAN CIRCUITS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2021 Number	2020 Number
Total	33	33

3 Tangible fixed assets

	Land and Buildings £	Leasehold improvements £	Plant and equipment £	Computer Equipment £	Motor vehicles £	Total £
Cost						
At 1 January 2021	420,781	132,110	1,276,619	47,649	35,000	1,912,159
Additions	-	-	169,724	5,169	62,000	236,893
At 31 December 2021	420,781	132,110	1,446,343	52,818	97,000	2,149,052
Depreciation and impairment						
At 1 January 2021	-	125,270	881,033	41,130	26,742	1,074,175
Depreciation charged in the year	-	6,840	94,002	3,596	10,435	114,873
At 31 December 2021	-	132,110	975,035	44,726	37,177	1,189,048
Carrying amount						
At 31 December 2021	420,781	-	471,308	8,092	59,823	960,004
At 31 December 2020	420,781	6,840	395,586	6,519	8,258	837,984

4 Investment property

	2021 £
Fair value	
At 1 January 2021 and 31 December 2021	298,700

EUROPEAN CIRCUITS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

5 Debtors	2021	2020
	£	£
Amounts falling due within one year:		
Trade debtors	235,924	194,926
Other debtors	465,304	360,663
	<u>701,228</u>	<u>555,589</u>
	<u><u>701,228</u></u>	<u><u>555,589</u></u>
 6 Creditors: amounts falling due within one year	 2021	 2020
	£	£
Bank loans	26,228	26,228
Trade creditors	210,902	233,514
Taxation and social security	163,335	271,167
Other creditors	378,754	671,827
	<u>779,219</u>	<u>1,202,736</u>
	<u><u>779,219</u></u>	<u><u>1,202,736</u></u>
 7 Creditors: amounts falling due after more than one year	 2021	 2020
	£	£
Bank loans and overdrafts	75,983	100,078
Other creditors	360,000	360,000
	<u>435,983</u>	<u>460,078</u>
	<u><u>435,983</u></u>	<u><u>460,078</u></u>
 8 Loans and overdrafts	 2021	 2020
	£	£
Bank loans	102,211	126,306
Other loans	1,536	-
	<u>103,747</u>	<u>126,306</u>
	<u><u>103,747</u></u>	<u><u>126,306</u></u>
 Payable within one year	 27,764	 26,228
Payable after one year	75,983	100,078
	<u><u>75,983</u></u>	<u><u>100,078</u></u>

The bank facilities are secured by a standard security over the assets of the company.

EUROPEAN CIRCUITS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

9 Related party transactions

The following amounts were outstanding at the reporting end date:

	2021	2020
Amounts due from related parties	£	£
Directors Loan	251,939	241,576

This loan is unsecured, interest free with no fixed date for repayment.

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.