

# Silver Bullet Automotive Solutions Limited

## Report and Financial Statements

31 December 2019



**Directors**

P D D Vardy  
M T Callachan  
C W McLellan

**Auditors**

Ernst & Young LLP  
5 George Square  
Glasgow  
G2 1DY

**Bankers**

Barclays Bank plc  
PO Box 378  
71 Grey Street  
Newcastle upon Tyne  
NE99 1JP

**Solicitors**

BTO LLP  
48 St Vincent Street  
Glasgow  
G2 5HS

**Registered Office**

Pioneer House  
2 Renshaw Pl  
Holytown  
Motherwell  
ML1 4UF

## Directors' Report

The Directors present their report and financial statements for the period ended 31 December 2019.

### Results and dividends

During the year the Company generated a loss before taxation of £418,490 (2018:£183,504).

### Going Concern

In line with the FRC guidance on Going Concern issued in April 2016, the Directors have undertaken an exercise to review the appropriateness of the continued use of the Going Concern basis.

After making suitable enquiries, the Directors have a reasonable expectation that the Company has adequate resources to meet their liabilities as they fall due for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the accounts.

### Directors

The Directors who served during the year were as follows:

P D D Vardy

J R Law (Resigned 31<sup>st</sup> July 2019)

M P Reay (Resigned 8<sup>th</sup> February 2019)

M T Callachan (Appointed 29<sup>th</sup> March 2019)

C W McLellan (Appointed 1<sup>st</sup> April 2020)

### Small Companies Regime

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A – small entities.

By order of the Board



P D D Vardy  
Director  
25 November 2020

## Income statement

for the year ended 31 December 2019

	Notes	2019 £	2018 £
<b>Turnover</b>		153,192	-
<b>Cost of sales</b>		(3,232)	-
<b>Gross profit</b>		149,961	-
<b>Administrative expenses</b>		(568,450)	(183,504)
<b>Operating loss</b>	2	(418,490)	(183,504)
<b>Loss on ordinary activities before taxation</b>		(418,490)	(183,504)
<b>Tax credit (charge) on loss on ordinary activities</b>	3	-	-
<b>Loss for the year on activities after taxation</b>		(418,490)	(183,504)

All amounts relate to continuing activities.

## Statement of comprehensive income

for the year ended 31 December 2019

There were no recognised gains or losses other than the loss attributable to shareholders of the Company of £418,490 in the year ended 31 December 2019 (2018: £183,504).

**Statement of changes in equity**

at 31 December 2019

Registered No: SC593396

	<i>Share capital</i> £	<i>Profit and loss account</i> £	<i>Total</i> £
At 1 January 2018	-	-	-
Loss for the year	-	(183,504)	(183,504)
Share capital issued during the period	100	-	100
At 31 December 2018	<u>100</u>	<u>(183,504)</u>	<u>(183,404)</u>
Loss for the year	-	(418,490)	(418,490)
Share capital issued during the period	-	-	-
Preference shares issued during the period	1,150,000	-	1,150,000
At 31 December 2019	<u>1,150,100</u>	<u>(601,994)</u>	<u>548,106</u>

## Statement of financial position

at 31 December 2019

Registered No: SC593396

	Notes	2019 £	2018 £
<b>Fixed assets</b>			
Tangible assets	5	67,877	6,774
Intangible assets	6	150,000	-
		<u>217,877</u>	<u>6,774</u>
<b>Current assets</b>			
Stocks		735	-
Debtors: amounts falling due within one year	7	137,921	49,723
Cash at bank and in hand		299,653	3,320
		<u>438,309</u>	<u>53,043</u>
<b>Creditors: amounts falling due within one year</b>	8	(108,081)	(243,221)
<b>Net current assets/(liabilities)</b>		<u>330,229</u>	<u>(190,178)</u>
<b>Total assets less current liabilities</b>		<u>348,106</u>	<u>(183,404)</u>
<b>Net Assets/(liabilities)</b>		<u>548,106</u>	<u>(183,404)</u>
<b>Capital and reserves</b>			
Called up share capital	9	100	100
Preference Share Capital	10	1,150,000	-
Profit and loss account		(601,994)	(183,504)
<b>Equity shareholders' liabilities</b>		<u>548,106</u>	<u>(183,404)</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A – small entities.

For the financial year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

The financial statements were approved by the Board of Directors on 25 November 2020 and were signed on its behalf by:

  
P. D. Vardy  
Director

## Notes to the financial statements

at 31 December 2019

### 1. Accounting policies

#### **Statement of compliance**

Silver Bullet Automotive Solutions Limited is a limited liability company incorporated in Scotland. The registered office is Pioneer House, 2 Renshaw Pl, Holytown, Motherwell ML1 4UF.

The Company's financial statements have been prepared in compliance with FRS102 as it applies to the financial statements of the Company for the year ended 31 December 2019.

#### **Basis of preparation**

The financial statements of Silver Bullet Automotive Solutions Limited were authorised for issue by the Board of Directors on 25 November 2020. The financial statements have been prepared in accordance with applicable accounting standards and the presentational currency is pounds sterling.

#### **Fixed assets**

All fixed assets are recorded at cost.

#### **Depreciation**

Depreciation is provided on all tangible fixed assets, excluding land, at rates calculated to write off the cost, less estimated residual value based on prices prevailing at the date of acquisition, of each asset evenly over its expected useful life as follows:

Computer Equipment - 3 years straight line

The carrying values of tangible fixed assets are reviewed for impairment in periods if events or changes in circumstances indicate the carrying value may not be reasonable.

#### **Deferred taxation**

Deferred tax is recognised in respect of all timing differences which are differences between taxable profits and total comprehensive income that arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in the financial statements, except that:

- provision is made for deferred tax that would arise on remittance of the retained earnings of overseas subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable;
- where there are differences between amounts that can be deducted for tax for assets (other than goodwill) and liabilities compared with the amounts that are recognised for those assets and liabilities in a business combination a deferred tax liability/(asset) shall be recognised. The amount attributed to goodwill is adjusted by the amount of the deferred tax recognised; and
- unrelieved tax losses and other deferred tax assets are recognised only to the extent that the directors consider that it probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

## Notes to the financial statements

at 31 December 2019

### 1. Accounting policies (continued)

#### *Going concern*

The Company enjoys the continued financial support of its majority shareholder Peter Vardy. The accounts have been prepared on the going concern basis as the Directors believe adequate ongoing financial support will continue to be made available by Peter Vardy to the Company for the foreseeable future.

#### *Cash flow statement*

The company has taken advantage of the exemption conferred by FRS102 with the requirements of Section 7 Statement of Cash Flows and Section 1A Small Entities.

### 2. Operating loss

	2019	2018
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	3,586	1,408

## Notes to the financial statements

at 31 December 2019

### 3. Tax

#### (a) Tax (credit) charge on loss on ordinary activities

	2019 £	2018 £
UK corporation tax:		
Corporation tax on loss for the year	-	-
<b>Total tax (credit) charge</b>	<b>-</b>	<b>-</b>

#### (b) Factors affecting current tax charges

The tax assessed on the loss on ordinary activities for the period is different to the standard rate of corporation tax in the UK of 19% (2018:19%). The differences are reconciled below:

	2019 £	2018 £
Loss on ordinary activities	(418,490)	(183,504)
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2018: 19%)	(79,513)	(34,866)
Expenses not deductible	-	283
Unrecognised deferred tax	79,513	34,583
<b>Total tax (credit) charge on loss on ordinary activities</b>	<b>-</b>	<b>-</b>

#### (c) Factors affecting future tax charges

The main UK corporation tax rate reduced from 20% to the current rate of 19% on 1 April 2017. The Finance Act 2016 includes legislation which will reduce the tax rate further to 17% from 1 April 2020. This became law when The Finance Act 2016 received Royal Assent on 15 September 2016. Following the budget resolution on 17 March 2020, the main UK corporation tax rate will remain at 19% from 1 April 2020 (cancelling the enacted cut to 17%). As the cancellation of the reduction in the rate to 17% was not substantively enacted at the balance sheet date, UK deferred tax assets and liabilities continue to be calculated at 17%."

#### (d) Deferred tax

There is nil deferred tax provided in the financial statements.

## Notes to the financial statements

at 31 December 2019

### 4. Staff costs

	2019	2018
	£	£
Wages and salaries	333,681	117,195
Social security costs	34,982	14,138
Other pension costs	10,031	2,490
	<u>378,693</u>	<u>133,823</u>

The average monthly number of employees during the year, including Directors, was as follows:

	2019	2018
	No.	No.
Management and administration	<u>6</u>	<u>1</u>
	<u>6</u>	<u>1</u>

### 5. Tangible fixed assets

	<i>Computer Equipment</i>	<i>Assets under Construction</i>	<i>Total</i>
	£	£	£
<b>Cost:</b>			
As at 1 January 2019	8,182	-	8,182
Additions	2,681	62,010	64,691
Disposals	-	-	-
	<u>10,863</u>	<u>62,010</u>	<u>72,873</u>
<b>At 31 December 2019</b>			
<b>Depreciation:</b>			
As at 1 January 2019	1,408	-	1,408
Provided during period	3,586	-	3,586
Disposals	-	-	-
	<u>4,994</u>	<u>-</u>	<u>4,994</u>
<b>At 31 December 2019</b>			
<b>Net Book Value:</b>			
At 31 December 2019	<u>5,869</u>	<u>62,010</u>	<u>67,877</u>
At 31 December 2018	<u>6,774</u>	<u>-</u>	<u>6,774</u>

## Notes to the financial statements

at 31 December 2019

### 6. Intangible Assets

	<i>Software under Construction</i>	<i>Total</i>
	£	£
<b>Cost:</b>		
As at 1 January 2019	-	-
Additions	150,000	150,000
Disposals	-	-
	<u>150,000</u>	<u>150,000</u>
<b>Amortisation:</b>		
As at 1 January 2019	-	-
Provided during period	-	-
Disposals	-	-
	<u>-</u>	<u>-</u>
<b>At 31 December 2019</b>	<u>150,000</u>	<u>150,000</u>
<b>Net Book Value:</b>		
At 31 December 2019	<u>150,000</u>	<u>150,000</u>
At 31 December 2018	<u>-</u>	<u>-</u>

### 7. Debtors

	<i>2019</i>	<i>2018</i>
	£	£
Trade Debtors	137,921	-
Prepayments	-	42,107
VAT receivable	-	7,616
	<u>137,921</u>	<u>49,723</u>

### 8. Creditors: amounts falling due within one year

	<i>2019</i>	<i>2018</i>
	£	£
Trade creditors	54,099	228,590
Other taxes and social security costs	22,693	7,554
VAT Payable	5,889	-
Accruals and deferred income	25,400	7,077
	<u>108,081</u>	<u>243,221</u>

## Notes to the financial statements

at 31 December 2019

### 9. Share capital

The allotted, issued and fully paid share capital of the Company consisted of:

	2019 No.	2018 No.	2019 £	2018 £
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

### 9. Preference Shares

The preference share capital of the Company consisted of:

	2019 No.	2018 No.	2019 £	2018 £
Preference shares of £1 each	<u>1,150,000</u>	<u>-</u>	<u>1,150,000</u>	<u>-</u>

Please note £50,000 of the preference share capital at the end of the period remained unpaid.

### 10. Controlling party

In the Directors' opinion, the controlling party of the Company is Peter Daniel David Vardy by virtue of his majority shareholding in the Company.