

Registered number  
1222396

Jem Limited  
Unaudited Filleted Accounts  
31 December 2022



**Jem Limited**  
**Registered number:** 1222396  
**Balance Sheet**  
**as at 31 December 2022**

	Notes	2022 £	2021 £
<b>Fixed assets</b>			
Tangible assets	3	639,720	512,180
<b>Current assets</b>			
Stocks		203,193	301,782
Debtors	5	149,807	258,906
Cash at bank and in hand		169,041	279,357
		<u>522,041</u>	<u>840,045</u>
<b>Creditors: amounts falling due within one year</b>	6	(627,481)	(685,739)
<b>Net current (liabilities)/assets</b>		<u>(105,440)</u>	<u>154,306</u>
<b>Net assets</b>		<u>534,280</u>	<u>666,486</u>
<b>Capital and reserves</b>			
Called up share capital		430,000	430,000
Profit and loss account		104,280	236,486
<b>Shareholder's funds</b>		<u>534,280</u>	<u>666,486</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The member has not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has not been delivered to the Registrar of Companies.

T Hama  
 Director



Approved by the board on 17 August 2023

**Jem Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2022**

**1 Accounting policies**

***Basis of preparation***

The accounts have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland (as applied to small entities by section 1A of the standard).

***Turnover***

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of vehicles, the hire of vehicles and from the rendering of repairs and services. Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer.

***Tangible fixed assets***

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Leasehold property	over the lease term
Plant and machinery	20% straight line
Fixtures and fittings	20-33% straight line
Motor vehicles	15-30% straight line

***Stocks***

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first in first out method. The carrying amount of stock sold is recognised as an expense in the period in which the related revenue is recognised.

***Debtors***

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

***Creditors***

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

**Jem Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2022**

***Taxation***

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that 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, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

***Provisions***

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

***Leased assets***

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership. All other leases are classified as operating leases. The rights of use and obligations under finance leases are initially recognised as assets and liabilities at amounts equal to the fair value of the leased assets or, if lower, the present value of the minimum lease payments. Minimum lease payments are apportioned between the finance charge and the reduction in the outstanding liability using the effective interest rate method. The finance charge is allocated to each period during the lease so as to produce a constant periodic rate of interest on the remaining balance of the liability. Leased assets are depreciated in accordance with the company's policy for tangible fixed assets. If there is no reasonable certainty that ownership will be obtained at the end of the lease term, the asset is depreciated over the lower of the lease term and its useful life. Operating lease payments are recognised as an expense on a straight line basis over the lease term.

***Pensions***

Contributions to defined contribution plans are expensed in the period to which they relate.

**2 Employees**

	<b>2022</b>	<b>2021</b>
	<b>Number</b>	<b>Number</b>
Average number of persons employed by the company	<u>11</u>	<u>23</u>

**Jem Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2022**

**3 Tangible fixed assets**

	<b>Land and buildings £</b>	<b>Plant and machinery etc £</b>	<b>Motor vehicles £</b>	<b>Total £</b>
<b>Cost</b>				
At 1 January 2022	-	505,837	743,412	1,249,249
Additions	77,260	32,765	178,344	288,369
Disposals	-	(505,837)	(125,776)	(631,613)
At 31 December 2022	<u>77,260</u>	<u>32,765</u>	<u>795,980</u>	<u>906,005</u>
<b>Depreciation</b>				
At 1 January 2022	-	505,476	231,593	737,069
Charge for the year	6,438	3,091	31,329	40,858
On disposals	-	(505,837)	(5,805)	(511,642)
At 31 December 2022	<u>6,438</u>	<u>2,730</u>	<u>257,117</u>	<u>266,285</u>
<b>Net book value</b>				
At 31 December 2022	<u>70,822</u>	<u>30,035</u>	<u>538,863</u>	<u>639,720</u>
At 31 December 2021	<u>-</u>	<u>361</u>	<u>511,819</u>	<u>512,180</u>

**4 Stock**

	<b>2022 £</b>	<b>2021 £</b>
Parts and accessories	-	37,497
Vehicles for resale	203,193	264,285
	<u>203,193</u>	<u>301,782</u>

**5 Debtors**

	<b>2022 £</b>	<b>2021 £</b>
Trade debtors	23,441	112,245
Amounts owed by related companies	26	19,339
Other debtors	126,340	127,322
	<u>149,807</u>	<u>258,906</u>

**Jem Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2022**

<b>6 Creditors: amounts falling due within one year</b>	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Obligations under finance lease and hire purchase contracts	52,021	45,208
Trade creditors	85,186	122,442
Amounts owed to group undertakings and undertakings in which the company has a participating interest	413,911	413,911
Other taxes and social security costs	9,336	39,320
Other creditors	67,027	64,858
	<u>627,481</u>	<u>685,739</u>

<b>7 Other financial commitments (non cancellable operating leases)</b>	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Not later than 1 year	49,500	85,500
Later than 1 year but not later than 5 years	198,000	342,000
Total future minimum payments under non-cancellable operating leases	<u>495,000</u>	<u>594,000</u>

**8 Contingent liabilities**

The company has given unlimited guarantees to bankers on behalf of other related party companies.

**9 Related party transactions**

During the year management charges of £17,944 (2021 - £19,500) were received from a related company. Amounts receivable from, and due to, related parties at the end of the year are shown in the corresponding notes to the balance sheet.

**10 Controlling party**

The ultimate parent company is New Jem Holdings Limited.

**11 Other information**

Jem Limited is a private company limited by shares and incorporated in England. Its registered office is:

37 Waterloo Road  
 London  
 NW2 7TS