

E.M.A Computer Solutions (2018) Limited

Report and Financial Statements

For the year ended 31 July 2021

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COMPANIES HOUSE

E.M.A Computer Solutions (2018) Limited

Registered No. 11155095

DIRECTOR

Ricky A. Short – U.S. National

SECRETARY

Jay P. Golder

BANKERS

Bank of Scotland Plc
Teviot House
South Gyle Crescent
Edinburgh
EH12 9DR

SOLICITORS

Taylor Wessing LLP
5 New Street Square
London
EC4A 3TW

REGISTERED OFFICE

Enterprise House
Melburne Park
Vicarage Road
Egham
Surrey
TW20 9FB

E.M.A Computer Solutions (2018) Limited

STRATEGIC REPORT

Registered No. 11155095

The director presents the Strategic Report for the year ended 31 July 2021.

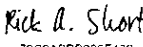
REVIEW OF THE BUSINESS

The primary business of E.M.A Computer Solutions (2018) Limited ("the Company") is the providing of body shop management software in the United Kingdom.

For the year ended 31 July 2021, the Company reported turnover of £1,763,118 (2020: £1,643,811) and generated a loss after tax of £723,405 (2020: loss after tax of £486,427).

The Company's director believes that further key performance indicators for the Company are not necessary or appropriate for an understanding of the development, performance or position of the Company.

By order of the Board

DocuSigned by:

79C6ABB8036F439
Ricky A. Short
Director

Date: 28 January 2022

E.M.A Computer Solutions (2018) Limited

DIRECTOR'S REPORT

Registered No. 11155095

The director presents the Director's Report for the year ended 31 July 2021.

DIRECTOR OF THE COMPANY

The director is listed on page 1; he served throughout the year and up to the date of this report.

DIVIDENDS

The director does not recommend the payment of a dividend (2020: £nil).

FUTURE DEVELOPMENTS

No significant changes in E.M.A Computer Solutions (2018) Limited (the "Company") activities or expenses are expected during 2022.

EVENTS SINCE THE STATEMENT OF FINANCIAL POSITION DATE

In preparing the accompanying financial statements, the Company has reviewed subsequent events that have occurred after 31 July 2021 through 28 January 2022, the date the financial statements were issued. The Company has therefore noted no reportable subsequent events.

GOING CONCERN

The Company's forecasts and projections, taking account of reasonably possible changes in trading performance, show that the Company should be able to operate within its current financial resources for the foreseeable future. Consequently, the director believes that the Company is well-placed to manage its business risks successfully despite the current uncertain economic outlook.

In undertaking a going concern review, the Company's director has made enquiries of the directors of the Intermediate Parent Company, Enterprise Holdings Inc. ("Enterprise") and reviewed financial and other relevant information of the Company including budgets and cash flow forecasts for a period of at least 12 months from the date of signing these financial statements. Enterprise has indicated its intention to provide financial support as necessary for the Company to continue in operation and to meet its liabilities as they fall due for at least 12 months from the date of approval of these financial statements. The director has concluded that he has no reason to believe that uncertainties exist that may cast significant doubt about the ability of the Company to continue as a going concern. Accordingly, the director has a reasonable expectation that the Company will continue its operational existence for the foreseeable future, and thus will continue to adopt the going concern basis of accounting in preparing these financial statements.

DIRECTOR'S LIABILITIES

The Company has granted indemnity to its director against liability in respect of proceedings brought by third parties, subject to the conditions set out in Section 234 of the Companies Act 2006 (the "Act"). Such qualifying third-party indemnity provision remains in force as at the date of approving the Director's Report.

EMPLOYEE INVOLVEMENT

The Company operates a framework for employee information and consultation which complies with the requirements of the Information and Consultation of Employees Regulations 2004. During the year, the policy of providing employees with information about the Company has continued through the online newsletter and social networking application "Pulse" in which employees have also been encouraged to present their suggestions and views on the Company's performance and activities. Regular meetings are held between local management and employees to allow a free flow of information and ideas. Employees participate directly in the success of the business through the Company's profit sharing schemes.

DISABLED EMPLOYEES

The Company gives full consideration to applications for employment from disabled persons where the requirements of the job can be adequately fulfilled by a handicapped or disabled person. Opportunities are available to disabled employees for training, career development and promotion. Where existing employees become disabled, it is the Company's policy to provide continuing employment wherever practicable in the same or an alternative position and to provide appropriate training to achieve this aim.

E.M.A Computer Solutions (2018) Limited

DIRECTOR'S REPORT (CONTINUED)

Registered No. 11155095

DIRECTOR'S RESPONSIBILITY STATEMENT

The director is responsible for preparing the Strategic Report, the Director's Report and the financial statements in accordance with applicable law and regulations.

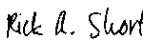
Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom ("UK") Generally Accepted Accounting Practice (UK Accounting Standards and applicable law), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law, the director must not approve the financial statements unless he is 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 those financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The director is 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 to enable them to ensure that the financial statements comply with the Act. The director is 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.

By order of the Board

DocuSigned by:

79C6ABBB09F439
Ricky A. Short
Director

Date: 28 January 2022

E.M.A Computer Solutions (2018) Limited

STATEMENT OF LOSS AND RETAINED DEFICIT

For the year ended 31 July 2021

	<i>Note</i>	<i>2021</i> £	<i>2020</i> £
TURNOVER	4	1,763,118	1,643,811
Cost of sales		<u>(327,759)</u>	<u>(123,042)</u>
GROSS PROFIT		1,435,359	1,520,769
Administrative expenses		<u>(2,152,859)</u>	<u>(2,026,281)</u>
OPERATING LOSS	5	<u>(717,500)</u>	<u>(505,512)</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(717,500)	(505,512)
TAX (EXPENSE)/BENEFIT ON LOSS ON ORDINARY ACTIVITIES	8	<u>(5,905)</u>	<u>19,085</u>
LOSS FOR THE FINANCIAL YEAR		<u>(723,405)</u>	<u>(486,427)</u>
Retained (deficit)/earnings at the beginning of the year		(177,562)	308,865
Loss for the year		<u>(723,405)</u>	<u>(486,427)</u>
RETAINED DEFICIT AT THE END OF THE YEAR		<u>(900,967)</u>	<u>(177,562)</u>

All operations relate to continuing activities.

STATEMENT OF COMPREHENSIVE LOSS

E.M.A Computer Solutions (2018) Limited has no other comprehensive loss for the year other than those included in the Statement of Loss and Retained Deficit. Therefore, no separate Statement of Comprehensive Loss has been prepared.

E.M.A Computer Solutions (2018) Limited

STATEMENT OF FINANCIAL POSITION at 31 July 2021

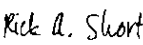
	Note	2021 £	2020 £
FIXED ASSETS			
Tangible fixed assets	9	<u>39,974</u>	<u>22,364</u>
		39,974	22,364
CURRENT ASSETS			
Stock	10	9,962	7,403
Debtors	11	207,822	238,046
Cash at bank and in hand		<u>404,074</u>	<u>1,596,545</u>
		621,858	1,841,994
CREDITORS: amounts falling due within one year	12	<u>(1,562,699)</u>	<u>(2,041,820)</u>
NET CURRENT LIABILITIES		<u>(940,841)</u>	<u>(199,826)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(900,867)</u>	<u>(177,462)</u>
PROVISIONS FOR LIABILITIES AND CHARGES	13	-	-
NET LIABILITIES		<u>(900,867)</u>	<u>(177,462)</u>
CAPITAL AND RESERVES			
Called-up share capital	14	100	100
Retained deficit		<u>(900,967)</u>	<u>(177,562)</u>
SHAREHOLDER'S FUNDS		<u>(900,867)</u>	<u>(177,462)</u>

For the year ended 31 July 2021 E.M.A Computer Solutions (2018) Limited (the "Company") was entitled to exemption from audit under Section 479A of the Companies Act 2006 ("the Act") relating to subsidiary companies.

Director's 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;
- the director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

Approved by the Board of Directors and signed on its behalf by:

DocuSigned by:

 79C6ABB006F439
 Ricky A. Short
 Director

Date: 28 January 2022

E.M.A Computer Solutions (2018) Limited

NOTES TO THE ACCOUNTS

at 31 July 2021

1. AUTHORISATION OF FINANCIAL STATEMENTS AND STATEMENT OF COMPLIANCE WITH FRS 102 ACCOUNTING POLICIES

The financial statements were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' ("FRS 102") as it applies to the financial statements as at 31 July 2021.

The financial statements for the year ended 31 July 2021 were authorised for issue by the Board of Directors and the Statement of Financial Position was signed on the board's behalf by Ricky A. Short on 28 January 2022.

E.M.A Computer Solutions (2018) Limited (the "Company") is incorporated and domiciled in England and Wales. The registered office is Enterprise House, Melburne Park, Vicarage Road, Egham, Surrey, TW20 9FB.

The financial statements are presented in Sterling (£) which is the functional currency.

The principal accounting policies adopted are set out below in note 2.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Accounting convention and basis of preparation

The financial statements are prepared on a going concern basis under the historical cost convention and in accordance with FRS 102 and the Companies Act 2006.

Reporting exemptions

The Company is a wholly owned subsidiary of Enterprise Rent-A-Car UK Limited, a company incorporated in England and Wales, which publishes consolidated accounts that are publicly available from Companies House, and has taken advantage of the following disclosure exemptions under FRS 102:

- Exemption to not prepare a cash flow statement as it is included in the consolidated financial statements of Enterprise Rent-A-Car European Holdings Limited.
- Exemption not to disclose transactions with other group companies which meet the criteria that all subsidiary undertakings which are party to the transactions are wholly owned by the ultimate parent company and controlling party.
- Exemption not to disclose key management personnel compensation.
- Exemption not to disclose a reconciliation of shares outstanding.

Going concern

The Company has continued to meet its liabilities as they have fallen due. The director believes it is appropriate to prepare the financial statements on a going concern basis as he considers that the Company will continue to meet its obligations as they fall due for the foreseeable future. Enterprise Rent-A-Car UK Limited has expressed continuing financial support for a period of at least one year from the date of approval of these financial statements.

Turnover

The turnover shown in the Statement of Loss and Retained Deficit represents amounts invoiced during the year, exclusive of value added tax.

E.M.A Computer Solutions (2018) Limited

NOTES TO THE ACCOUNTS (CONTINUED)

at 31 July 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided on a straight-line basis over the estimated useful lives of the assets on the following bases:

Leasehold improvements	-	Straight-line over 7 years
Furniture & equipment	-	Straight-line over 3 to 5 years
Computer equipment & software	-	Straight-line over 3 years

The carrying values of fixed assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

Stock

Stock is valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis and net realisable value is based on estimated selling price less the estimated cost of disposal.

Cash at bank and in hand

Cash at bank and in hand is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

Financial instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable and loans from related parties.

Short-term debtors are measured at transaction price, less any impairment (see note 11). Debtors are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of Loss and Retained Deficit.

Short-term creditors are measured at the transaction price (see note 12).

Leases

Rentals under operating leases are charged to the Statement of Loss and Retained Deficit on a straight-line basis over the period of the lease.

Provisions for liabilities and charges

A provision is recognised when the Company has a legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefits will be required to settle the obligation. The effect of the time value of money is not material and therefore the provisions have not been discounted.

E.M.A Computer Solutions (2018) Limited

NOTES TO THE ACCOUNTS (CONTINUED)

at 31 July 2021

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred taxation

Deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the Statement of Financial Position date where transactions or events have occurred at that date which will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

- Provision is made for gains on disposal of tangible fixed assets that have been rolled over into replacement assets, only to the extent that, at the Statement of Financial Position date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the Statement of Financial Position date, it is more likely than not that the taxable gain will be rolled over in to replacement assets and charged to tax only where the replacement assets are sold; and
- Deferred tax assets are recognised only to the extent that the director considers that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred taxation is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which the timing differences reverse, based on tax rates and laws enacted at the Statement of Financial Position date.

3. JUDGEMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies.

Residual values and useful lives

The annual depreciation on tangible fixed assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values of the assets are amended when necessary to reflect current estimates.

Debtors

The Company makes an estimate of the recoverable value of trade and other debtors. When assessing impairment of trade and other debtors, management considers factors including the ageing profile of the debtor and historical experience.

4. TURNOVER

All turnover arose within the United Kingdom (the "UK").

5. OPERATING LOSS

Operating loss is stated after charging/(crediting):

	2021	2020
	£	£
Operating lease rentals – land and buildings	13,068	14,256
Depreciation on tangible fixed assets (see note 9)	13,116	8,757
Loss/(profit) on disposal of tangible fixed assets	___4,199	(9,380)

E.M.A Computer Solutions (2018) Limited

NOTES TO THE ACCOUNTS (CONTINUED)

at 31 July 2021

6. DIRECTOR'S REMUNERATION

Director's emoluments have been borne by Enterprise Holdings, Inc. The director who served throughout the year was also a director or officer of a number of the companies within The Crawford Group, Inc., the ultimate parent company and controlling party (see note 16). The director's service to the Company does not occupy a significant amount of his time. As such, the director does not consider that he has received any remuneration for his incidental services to the Company for the years ended 31 July 2021 and 31 July 2020.

7. STAFF COSTS

Staff costs consist of the following:

	2021	2020
	£	£
Wages and salaries	1,045,360	915,354
Social security costs	<u>129,006</u>	<u>109,668</u>
	<u>1,174,366</u>	<u>1,025,022</u>

Amounts disclosed above represent the allocation of staff costs for services performed by employees of Enterprise Rent-A-Car UK Limited, on behalf of the Company. The Company does not directly employ any individuals as of 31 July 2021.

8. TAX EXPENSE/(BENEFIT) ON LOSS ON ORDINARY ACTIVITIES

(a) Tax charge/(credit) on loss of ordinary activities

	2021	2020
	£	£
<i>UK corporation tax</i>		
UK corporation tax on results of the period	(144,428)	(96,526)
Group relief payable	144,428	96,526
Adjustments in respect of previous periods	<u>-</u>	<u>(19,844)</u>
Total UK corporation tax	<u>-</u>	<u>(19,844)</u>
<i>Deferred taxation</i>		
Originating and reversal of timing differences	7,210	752
Adjustments in respect of previous periods	<u>(1,305)</u>	<u>7</u>
Total deferred taxation	<u>5,905</u>	<u>759</u>
Total tax charge/(credit) for the period	<u>5,905</u>	<u>(19,085)</u>

E.M.A Computer Solutions (2018) Limited

NOTES TO THE ACCOUNTS (CONTINUED)

at 31 July 2021

8. TAX EXPENSE/(BENEFIT) ON LOSS ON ORDINARY ACTIVITIES (CONTINUED)

(b) Factors affecting the tax charge/(credit) for the period

The tax charge/(credit) assessed on the loss of ordinary activities for the current and prior period differs from the standard rate of corporation tax in the UK. The differences are explained below:

	2021	2020
	£	£
Loss on ordinary activities	(717,500)	(505,512)
Loss on ordinary activities multiplied by standard rate of UK corporation tax 19% (2020: 19%)	(136,325)	(96,047)
<i>Effects of:</i>		
Disallowed expenses and non-taxable income	(939)	100
Group relief payable	144,428	96,526
Rate change adjustment	46	(868)
Adjustment in respect of current period	-	1,041
Adjustments in respect of previous periods	(1,305)	(19,837)
Total tax charge/(credit) for the period	<u>5,905</u>	<u>(19,085)</u>

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realised or the liability settled, based on tax rates that have been substantively enacted at the Statement of Financial Position date. Finance Act 2021, which amended the UK corporate tax rate to 25% effective 1 April 2023, received Royal Assent on 10 June 2021. Accordingly, based on the period the asset or liability is expected to be settled, the UK deferred tax liability related to depreciable assets has been recognised at the rate of 20.61% and all other assets and liabilities have been recognised at the rate of 19% for the year ended 31 July 2021. Refer to note 13, Provisions for Liabilities and Charges.

9. TANGIBLE FIXED ASSETS

	<i>Furniture & equipment</i> £	<i>Computer equipment & software</i> £	<i>Leasehold improvements</i> £	<i>Total</i> £
<i>Cost:</i>				
At 1 August 2020	25,288	41,150	4,822	71,260
Additions	-	39,632	-	39,632
Disposals	(24,488)	(26,860)	(4,822)	(56,170)
At 31 July 2021	<u>800</u>	<u>53,922</u>	<u>-</u>	<u>54,722</u>
<i>Depreciation:</i>				
At 1 August 2020	23,351	20,723	4,822	48,896
Charge for the year	1,426	11,690	-	13,116
Disposals	(24,488)	(17,954)	(4,822)	(47,264)
At 31 July 2021	<u>289</u>	<u>14,459</u>	<u>-</u>	<u>14,748</u>
<i>Net Book Value:</i>				
At 31 July 2021	<u>511</u>	<u>39,463</u>	<u>-</u>	<u>39,974</u>
At 31 July 2020	<u>1,937</u>	<u>20,427</u>	<u>-</u>	<u>22,364</u>

E.M.A Computer Solutions (2018) Limited

NOTES TO THE ACCOUNTS (CONTINUED)

at 31 July 2021

10. STOCK

	2021	2020
	£	£
Raw materials and consumables	<u>9,962</u>	<u>7,403</u>

11. DEBTORS

	2021	2020
	£	£
Trade debtors	135,081	223,027
Prepayments, other debtors and accrued income	23,974	8,403
Deferred tax asset (note 13)	711	6,616
Current income taxes receivable	<u>48,056</u>	<u>-</u>
	<u>207,822</u>	<u>238,046</u>

12. CREDITORS: amounts falling due within one year

	2021	2020
	£	£
Trade creditors	140,394	134,986
Current income taxes payable	-	44,009
Other taxes and social security costs	112,467	96,947
Other creditors and accruals	41,712	135,450
Amounts owed to group undertaking	<u>1,268,126</u>	<u>1,630,428</u>
	<u>1,562,699</u>	<u>2,041,820</u>

13. PROVISIONS FOR LIABILITIES AND CHARGES

	<i>Provision for Deferred Tax</i>
	£
At 1 August 2020	(6,616)
Charged to the Statement of Loss and Retained Deficit	<u>5,905</u>
At 31 July 2021	<u>(711)</u>

Deferred tax recognised and unrecognised is made up as follows:

	2021	2021	2020	2020
	£	£	£	£
	Recognised	Unrecognised	Recognised	Unrecognised
Accelerated capital allowances	(711)	-	(210)	-
Short-term timing differences	<u>-</u>	<u>-</u>	<u>(6,406)</u>	<u>-</u>
	<u>(711)</u>	<u>-</u>	<u>(6,616)</u>	<u>-</u>

E.M.A Computer Solutions (2018) Limited

NOTES TO THE ACCOUNTS (CONTINUED)

at 31 July 2021

13. PROVISIONS FOR LIABILITIES AND CHARGES (CONTINUED)

Refer to note 8, Tax Expense/(Benefit) on Loss on Ordinary Activities for disclosure on tax rates applicable to the current period. A deferred tax asset is recognised for £711 relating to accelerated capital allowances. The deferred tax asset is recorded within Debtors on the Statement of Financial Position, see note 11.

14. CALLED-UP SHARE CAPITAL

	2021	2020
	£	£
Allotted, called up and fully paid:		
100 Ordinary shares of £1 each	100	100
	<u>100</u>	<u>100</u>

15. COMMITMENTS AND CONTINGENCIES

The Company had the following annual commitments under non-cancellable operating leases at:

	2021	2020
	£	£
Land and buildings		
<i>Operating leases which expire:</i>		
within one year	-	14,256
	<u>-</u>	<u>14,256</u>

16. ULTIMATE PARENT COMPANY AND CONTROLLING PARTY

The Company is a subsidiary of Entegral Holdings Limited, a company incorporated in England and Wales. The parent undertaking of the smallest group of which the Company is a member and for which group financial statements are prepared is Enterprise Rent-A-Car UK Limited, a company incorporated in England and Wales. Copies of the consolidated financial statements for Enterprise Rent-A-Car UK Limited, which include the Company, are available from its principal place of business at Enterprise House, Melburne Park, Vicarage Road, Egham, Surrey, TW20 9FB.

The parent undertaking of the largest group of which the Company is a member and for which group financial statements are prepared is The Crawford Group, Inc., a company incorporated in the state of Missouri in the United States of America. In the director's opinion, The Crawford Group, Inc. is the Company's ultimate parent company and controlling party.

17. RELATED PARTY TRANSACTIONS

The Company has taken advantage of the exemption in FRS 102 not to disclose transactions with other group companies which meet the criteria that all subsidiary undertakings which are party to the transactions are wholly owned by the ultimate parent company and controlling party.

There are no other related party transactions requiring disclosure in these financial statements.

18. EVENTS SINCE THE STATEMENT OF FINANCIAL POSITION DATE

In preparing the accompanying financial statements, the Company has reviewed subsequent events that have occurred after 31 July 2021 through 28 January 2022, the date the financial statements were issued. The Company has therefore noted no reportable subsequent events.