

Registered number  
406322

## **Dingles Motor Group Limited**

Report and Accounts

31 December 2008



**Dingles Motor Group Limited**  
**Company Information**

**Directors**

JR Dingle  
SJ Brydon  
NJ Cooper

**Secretary**

TA Dingle

**Auditors**

Baker Tilly UK Audit LLP  
Abbotsgate House  
Hollow Road  
Bury St Edmunds  
Suffolk  
IP32 7FA

**Bankers**

Barclays Bank  
PO Box 885  
Mortlock House  
Histon  
Cambridge  
CB24 9DE

**Solicitors**

Greenland Houchen  
50 Connaught Road  
Attleborough  
Norfolk  
NR17 2BP

**Registered office**

Buckenham Road  
Attleborough  
Norfolk  
NR17 1NB

**Registered number**

406322

## **Dingles Motor Group Limited**

### **Directors' Report**

The directors present their report and accounts for the year ended 31 December 2008.

#### **Principal activity, review of the business and dividends**

The company's principal activity during the year was the retailing and repairing of motor vehicles and other ancillary services.

The loss for the year, after taxation, amounted to £308,688 (2007: profit of £160,865).

An interim dividend of £21,267 was paid during the year on ordinary shares (2007 : £10,000). No final dividend has been proposed on ordinary shares (2007 : £4,300). No final dividend has been proposed on ordinary 'A' shares (2007 : £17,500).

#### **Future outlook**

With the current economic climate showing little signs of recovery, 2009 will again be a difficult year. However, with improvements made in 2008 in respect of cost reductions the company is in a much stronger position to face these challenges. A partnership with the world's strongest manufacturer and the release of 11 new models during 2009 puts us in a strong position to take a greater opportunity of the market.

Following the Government Scrappage scheme being announced in the April budget, this could be the catalyst needed to "kick-start" the market again. Dingles are in a strong position to take full advantage of any advantages this scheme creates.

#### **Principal risks and uncertainties**

The Directors of the business believe the risks to the business going forward are the continued decline in the market.

#### **Key performance indicators ("KPIs")**

Given the straightforward nature of the business, the company's directors are of the opinion that analysis using KPIs is not necessary for an understanding of the development, performance or position of the business.

#### **Charitable contributions**

During the year the company made charitable contributions of £879 (2007 - £879).

#### **Directors**

The directors who served during the year were as follows:

JR Dingle  
SJ Brydon  
NJ Cooper

## **Dingles Motor Group Limited**

### **Directors' Report**

#### **Directors' responsibilities**

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

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). The financial statements are required by law to 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 directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. 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 proper accounting records which 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 requirements of the Companies Act 1985. 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.

#### **Auditors**

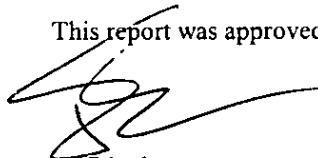
The auditor, Baker Tilly UK Audit LLP, Chartered Accountants, has indicated its willingness to continue in office.

#### **Statement as to disclosure of information to auditors**

The directors who were in office on the date of approval of these financial statements have confirmed, as far as they are aware, that there is no relevant audit information of which the auditors are unaware. The directors have confirmed that they have taken all the steps that they ought to have taken as a directors in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor.

This report was approved by the board on

15/5/09



JR Dingle  
Director

## **Dingles Motor Group Limited**

### **Independent auditors' report to the shareholders of Dingles Motor Group Limited**

We have audited the financial statements on pages 5 to 20.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of directors and auditors**

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition, we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

#### **Basis of audit opinion**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

#### **Opinion**

In our opinion

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs at 31 December 2008 and of its loss for the period then ended and have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Directors' Report is consistent with the financial statements.

#### **Emphasis of matter**

In forming our opinion on the financial statements, which is not qualified, we have considered the adequacy of disclosures made in note 11 to the financial statements concerning the revaluation of the company's freehold properties.

FRS 15 requires a full valuation every five years with an interim valuation in year three and in intervening years where there is likely to have been a material change. The Directors have identified that there may have been a material change but not revalued the properties as they have had professional advice that with the volatility of current market conditions and the lack of comparable transactions, any valuation would be unreliable. Therefore the freehold properties are included in the accounts at a value that may not be current value.

This condition, along with other matters explained in note 11, indicates the existence of a material uncertainty which may cast significant doubt about the carrying value of the company's freehold properties and the amounts reported in the revaluation reserve.



Baker Tilly UK Audit LLP  
Chartered Accountants and Registered auditor  
Abbotsgate House, Hollow Road  
Bury St Edmunds  
Suffolk, IP32 7FA

27 July 2009

**Dingles Motor Group Limited**  
**Profit and Loss Account**  
**for the year ended 31 December 2008**

**Company Registration No.**  
**406322**

	Notes	2008 £	2007 £
Turnover	2	24,492,611	27,622,101
Cost of sales		(23,090,343)	(25,648,017)
Gross profit		<u>1,402,268</u>	<u>1,974,084</u>
Administrative expenses		(1,643,700)	(1,548,829)
Exceptional impairment of goodwill		-	(113,750)
Total administrative expenses		<u>(1,643,700)</u>	<u>(1,662,579)</u>
Other operating income		2,927	5,492
Operating (loss)/profit	3	<u>(238,505)</u>	<u>316,997</u>
Interest receivable	6	-	13,175
Interest payable	7	(146,942)	(136,378)
(Loss)/profit on ordinary activities before taxation		<u>(385,447)</u>	<u>193,794</u>
Tax on (loss)/profit on ordinary activities	8	76,759	(32,929)
(Loss)/profit for the financial year	22	<u>(308,688)</u>	<u>160,865</u>

None of the company's activities were discontinued during the above two financial years.

**Dingles Motor Group Limited**  
**Statement of total recognised gains and losses**  
**for the year ended 31 December 2008**

**Statement of total recognised gains and losses**

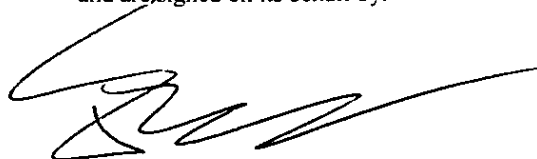
	<b>Notes</b>	<b>2008</b>	<b>2007</b>
		<b>£</b>	<b>£</b>
(Loss)/profit for the financial year		(308,688)	160,865
Revaluation surplus		-	520,000
Total recognised gains and losses related to the year		<u>(308,688)</u>	<u>680,865</u>

**Dingles Motor Group Limited**  
**Balance Sheet**  
**as at 31 December 2008**

	Notes	2008 £	2007 £
<b>Fixed assets</b>			
Intangible assets	10	178,231	184,988
Tangible assets	11	5,322,218	5,110,774
Investments	12	4	4
		<u>5,500,453</u>	<u>5,295,766</u>
<b>Current assets</b>			
Stocks	13	1,716,512	1,856,071
Debtors	14	1,067,612	899,922
Cash at bank and in hand		2,812	208,173
		<u>2,786,936</u>	<u>2,964,166</u>
<b>Creditors: amounts falling due within one year</b>	15	(2,802,449)	(2,535,121)
<b>Net current (liabilities)/assets</b>		<u>(15,513)</u>	<u>429,045</u>
<b>Total assets less current liabilities</b>		<u>5,484,940</u>	<u>5,724,811</u>
<b>Creditors: amounts falling due after more than one year</b>	16	(1,830,000)	(1,870,000)
<b>Provisions for liabilities</b>			
Deferred taxation	19	(45,281)	(73,472)
<b>Accruals and deferred income</b>		(570,330)	(412,055)
		<u>3,039,329</u>	<u>3,369,284</u>
<b>Capital and reserves</b>			
Called up share capital	20	750,000	750,000
Revaluation reserve	21	1,643,646	1,643,646
Profit and loss account	22	645,683	975,638
Shareholders' funds	23	<u>3,039,329</u>	<u>3,369,284</u>

The financial statements on pages 5 to 20 were approved by the board of directors and authorised for issue on and are signed on its behalf by:

15/5/09



JR Dingle  
Director



**Dingles Motor Group Limited**  
**Cash Flow Statement**  
**for the year ended 31 December 2008**

	Notes	2008 £	2007 £
<b>Reconciliation of operating (loss)/profit to net cash inflow from operating activities</b>			
(Loss)/operating profit		(238,505)	316,997
Depreciation and loss on disposals		161,602	133,448
Amortisation and impairment of goodwill		12,882	133,754
Decrease/(increase) in stocks		139,559	(250,545)
Increase in debtors		(119,122)	(69,681)
Decrease in creditors		336,487	1,935
<b>Net cash inflow from operating activities</b>		<u>292,903</u>	<u>265,908</u>
<b>CASH FLOW STATEMENT</b>			
<b>Net cash inflow from operating activities</b>		292,903	265,908
<b>Servicing of finance</b>	24	(146,942)	(123,203)
<b>Taxation</b>		(39,110)	(21,923)
<b>Capital expenditure (net)</b>	24	(379,171)	(149,763)
<b>Equity dividends paid</b>		(43,067)	(10,000)
<b>Cash (outflow) before use of liquid resources and financing</b>		<u>(315,387)</u>	<u>(38,981)</u>
<b>Financing</b>	24	128,856	245,652
<b>(Decrease)/increase in cash</b>		<u>(186,531)</u>	<u>206,671</u>
<b>Reconciliation of net cash flow to movement in net debt</b>			
<b>(Decrease)/increase in cash in the period</b>		(186,531)	206,671
Decrease in debt and lease financing		(128,856)	(245,652)
Conversion of subordinated loan		-	250,000
<b>Change in net debt</b>	25	<u>(315,387)</u>	<u>211,019</u>
<b>Net debt at 1 January 2008</b>		<u>(3,300,364)</u>	<u>(3,511,383)</u>
<b>Net debt at 31 December 2008</b>		<u>(3,615,751)</u>	<u>(3,300,364)</u>

**Dingles Motor Group Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2008**

**1 Accounting policies**

*Accounting convention*

The accounts have been prepared under the historical cost convention, as modified by the revaluation of land and buildings, and in accordance with applicable United Kingdom accounting standards other than the departure from the valuation requirements of FRS 15 as set out in note 11.

*Group accounts*

The company is exempt under section 229(2) of the Companies Act 1985 from the requirement to prepare consolidated accounts.

The parent entity's accounts present information about it as an individual undertaking and not about its group.

*Turnover*

Turnover represents amounts receivable for the sale of goods and services net of VAT and trade discounts.

*Goodwill*

Goodwill arising on the acquisition of dealerships is the difference between the fair value of the consideration paid and the fair value of the assets acquired. It is capitalised and amortised through the profit and loss account over the directors' estimate of its useful economic life, which is 20 years.

*Depreciation*

Depreciation is provided on all tangible fixed assets, with the exception of freehold land and buildings (which is reviewed annually for impairment in accordance with FRS11) at rates calculated to write off the cost or valuation, less estimated residual value, of each asset over its expected useful life, as follows:

Leashold property	over the life of the lease
Property improvements	10% straight line
Plant and machinery	10% to 33% reducing balance

*Stocks*

Stocks are stated at the lower of cost and net realisable value. Net realisable value is based on estimated selling price less further costs expected to be incurred to completion and disposal.

Stocks held on consignment are accounted for in the balance sheet when the terms of a consignment agreement and commercial practice indicate that the principal benefit of owning the stock and principal risks of ownership rest with the group. Consignment stocks not meeting those criteria are disclosed in the notes to the financial statements but are not accounted for in the balance sheet.

*Deferred taxation*

Deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date, except that:-

- Deferred tax is not recognised on timing differences arising on revalued properties unless the company has entered into a binding sale agreement and rollover relief is not available; and
- the recognition of deferred tax assets is limited to the extent that the company anticipates it will make sufficient profits in the future to absorb the reversal of the underlying timing differences.

**Dingles Motor Group Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2008**

***Leasing and hire purchase commitments***

Where assets are financed by hire purchase or leasing agreements that give rights approximating to ownership ('finance leases'), the assets are treated as if they had been purchased outright. The amount capitalised in the case of finance leases is the present value of the minimum payments payable during the term. The corresponding hire purchase and leasing commitments are shown as amounts payable in creditors. Depreciation on the relevant assets is charged to the profit and loss account.

Monthly payments are analysed between capital and interest components so that the interest element of the payment is charged to the profit and loss account over the period and represents a constant proportion of the balance of capital repayments outstanding. The capital part reduces the amounts payable under creditors.

Operating lease rentals are charged to the profit and loss account on a straight line basis over the term of the lease.

***Deferred grants***

Deferred grants from major suppliers are included in creditors as deferred income when received and are credited to the profit and loss account over the terms of the agreements.

***Pensions***

The company operates a defined benefit pension scheme that is now closed and is in the process of being wound up. Contributions to the scheme are accounted for as incurred as the company does not have the necessary information to account for this scheme in accordance with FRS 17 (Revised). See note 28 for further information.

Costs of the company's defined contribution pension schemes are charged to the profit and loss account in the year in which they become payable.

***Impairment of fixed assets and goodwill***

The need for any fixed asset impairment write down is assessed by comparison of the carrying value of the asset against the higher of net realisable value and value in use.

**2 Turnover**

Turnover is wholly attributable to the principal activities of the company and arises solely within the United Kingdom.

<b>3 Operating (loss)/profit</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
This is stated after charging/(crediting):		
Depreciation of owned fixed assets	161,602	126,387
Depreciation of assets held under finance leases and hire purchase contracts	-	15,972
Profit on disposal of fixed assets	-	(8,911)
Amortisation and impairment of goodwill	12,882	133,754
Operating lease rentals - plant and machinery	25,196	-
Operating lease rentals - land buildings	2,791	-
Auditors' remuneration	17,000	17,000

**Dingles Motor Group Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2008**

<b>4 Directors emoluments</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
Emoluments	162,357	282,234
Company contributions to money purchase pension schemes	-	100,000
	<u>162,357</u>	<u>382,234</u>

No directors (2007: 1) had pension contributions made to a money purchase pension scheme in the year.

Highest paid director:		
Emoluments	63,787	54,353
Company contributions to money purchase pension schemes	-	100,000
	<u>63,787</u>	<u>154,353</u>

<b>5 Staff costs</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
Wages and salaries	2,122,715	2,098,338
Social security costs	232,834	228,094
Other pension costs	11,457	113,967
	<u>2,367,006</u>	<u>2,440,399</u>

<b>Average number of employees during the year</b>	<b>Number</b>	<b>Number</b>
Administration	18	17
Directors	3	3
Workshop and parts	63	69
Sales	42	41
	<u>126</u>	<u>130</u>

<b>6 Interest receivable</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
Bank interest	-	13,175
	<u>-</u>	<u>13,175</u>

<b>7 Interest payable</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
Bank loan and overdraft	38,994	7,837
Other loans and commercial mortgage	104,915	122,656
Finance charge payable under finance leases or hire purchase contracts	3,033	5,885
	<u>146,942</u>	<u>136,378</u>

**Dingles Motor Group Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2008**

<b>8 Taxation</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
<b>Analysis of (credit)/charge in period</b>		
Current tax:		
UK corporation tax on (losses)/profits of the period	(48,568)	39,110
Adjustments in respect of previous periods	-	3,404
	<u>(48,568)</u>	<u>42,514</u>
Deferred tax:		
Origination and reversal of timing differences	(28,191)	(9,585)
	<u>(76,759)</u>	<u>32,929</u>
Tax on (loss)/profit on ordinary activities		

**Factors affecting tax (credit)/charge for period**

The differences between the tax assessed for the period and the small companies rate of corporation tax are explained as follows:

	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
(Loss)/profit on ordinary activities before tax	<u>(385,447)</u>	<u>193,794</u>
Rate of applicable corporation tax in the UK	21.0%	19.5%
	<b>£</b>	<b>£</b>
(Loss)/profit on ordinary activities multiplied by the small companies rate of corporation tax	(80,944)	37,790
Effects of:		
Expenses not deductible for tax purposes	3,058	11,019
Capital allowances less than depreciation	1,397	(9,009)
Adjustments to tax in respect of previous periods	-	3,404
Unrelieved tax losses arising in the period	23,407	-
Difference in tax rate in respect of losses carried back	1,324	-
Other short term timing differences	3,190	(690)
Current tax (credit)/charge for period	<u>(48,568)</u>	<u>42,514</u>

**Dingles Motor Group Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2008**

<b>9 Equity dividends</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
Ordinary shares:		
Interim paid - 4.3p per share (2007: 2.0p per share)	21,267	10,000
Final proposed - 0.0p per share (2007: 0.9p per share)	-	4,300
	<u>21,267</u>	<u>14,300</u>
Ordinary 'A' shares:		
Final proposed - 0.0p per share (2007: 7.0p per share)	-	17,500
	<u>-</u>	<u>17,500</u>
	<u>21,267</u>	<u>31,800</u>

Post year end dividends of £15,472 (2007: £nil) were paid on Ordinary 'A' shares.

<b>10 Intangible fixed assets</b>	<b>£</b>
Goodwill:	
<b>Cost</b>	
At 1 January 2008	406,875
Additions	6,125
At 31 December 2008	<u>413,000</u>
<b>Amortisation</b>	
At 1 January 2008	221,887
Provided during the year	12,882
At 31 December 2008	<u>234,769</u>
<b>Net book value</b>	
At 31 December 2008	<u>178,231</u>
At 31 December 2007	<u>184,988</u>

**Dingles Motor Group Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2008**

**11 Tangible fixed assets**

	<b>Freehold property £</b>	<b>Short leasehold property and improvements £</b>	<b>Plant and machinery £</b>	<b>Total £</b>
<b>Cost or valuation</b>				
At 1 January 2008	4,670,000	-	1,218,184	5,888,184
Additions	-	79,390	293,656	373,046
At 31 December 2008	<u>4,670,000</u>	<u>79,390</u>	<u>1,511,840</u>	<u>6,261,230</u>
<b>Depreciation</b>				
At 1 January 2008	-	-	777,410	777,410
Charge for the year	-	1,871	159,731	161,602
At 31 December 2008	<u>-</u>	<u>1,871</u>	<u>937,141</u>	<u>939,012</u>
<b>Net book value</b>				
At 31 December 2008	<u>4,670,000</u>	<u>77,519</u>	<u>574,699</u>	<u>5,322,218</u>
At 31 December 2007	<u>4,670,000</u>	<u>-</u>	<u>440,774</u>	<u>5,110,774</u>

Freehold land and buildings:	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
Historical cost	<u>3,217,011</u>	<u>3,026,354</u>
Cumulative depreciation based on historical cost	<u>-</u>	<u>-</u>
	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
Net book value of plant and machinery included above held under finance leases and hire purchase contracts	<u>-</u>	<u>24,198</u>

The land and buildings at Norwich, Attleborough and Lowestoft were professionally valued at £2,300,000, £1,270,000 and £1,100,000 respectively at market value on 11 October 2007 by Savills (L&P) Limited, Chartered Surveyors. Since that date the property market has experienced significant volatility and it is likely that if these properties were to be revalued at 31 December 2008 there could be a material charge in these valuations. The directors do not believe the cost of obtaining new valuations, as required by FRS 15, is currently justified as they have had professional advice that with the current short term volatility and lack of comparable transactions any valuation would be unreliable. As a result the properties have been included in the accounts at their 2007 valuations rather than the current market value as required by FRS 15. The directors are of the opinion that in the current economic climate this departure from the requirements of FRS 15 is necessary for a true and fair view. Due to the unreliability of any valuation the effect of this departure cannot be reasonably quantified.

**Dingles Motor Group Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2008**

**12 Investments**

	<b>Investments in subsidiary undertakings £</b>
<b>Cost</b>	
At 1 January 2008 and 31 December 2008	82
<b>Provisions</b>	
At 1 January 2008 and 31 December 2008	(78)
<b>Net book value at 1 January 2008 and 31 December 2008</b>	<u><u>4</u></u>

The company holds 20% or more of the share capital of the following dormant companies:

<b>Company</b>	<b>Country of registration or incorporation</b>	<b>Shares held</b>	
		<b>Class</b>	<b>%</b>
Dingle Brothers Limited	England and Wales	Ordinary	100
Attleborough Motor Works Limited	England and Wales	Ordinary	100

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial period were as follows:

	<b>Capital and reserves £</b>	<b>Profit for the period £</b>
Dingle Brothers Limited	2	-
Attleborough Motor Works Limited	<u>2</u>	<u>-</u>

**13 Stocks**

	<b>2008 £</b>	<b>2007 £</b>
New vehicles	161,823	75,409
Used vehicles	1,441,353	1,643,915
Parts	<u>113,336</u>	<u>136,747</u>
	<u><u>1,716,512</u></u>	<u><u>1,856,071</u></u>

Consignment stock, which remains the property of the manufacturer, would total £683,373 (2007: £622,720) if included in the company's accounts.

**14 Debtors**

	<b>2008 £</b>	<b>2007 £</b>
Trade debtors	855,097	685,720
Other debtors	48,568	-
Prepayments and accrued income	<u>163,947</u>	<u>214,202</u>
	<u><u>1,067,612</u></u>	<u><u>899,922</u></u>



**Dingles Motor Group Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2008**

<b>15 Creditors: amounts falling due within one year</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
Bank loan and overdraft (note 17)	5,394	40,203
Obligations under finance lease and hire purchase contracts (note 18)	-	11,945
Trade loans (note 17)	40,000	67,500
Stocking loan	1,743,169	1,518,889
Trade creditors	817,305	600,112
Corporation tax	-	39,110
Other taxes and social security costs	196,581	235,562
Proposed dividend	-	21,800
	<u>2,802,449</u>	<u>2,535,121</u>

The stocking loan is secured on the stock of demonstration and used vehicles included in the relevant stocking plan.

<b>16 Creditors: amounts falling due after one year</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
Bank loan (note 17)	1,750,000	1,750,000
Trade loans (note 17)	80,000	120,000
	<u>1,830,000</u>	<u>1,870,000</u>

<b>17 Secured loans</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
Analysis of maturity of debt:		
Within one year or on demand	40,000	83,479
Between one and two years	40,000	40,000
Between two and five years	1,790,000	1,830,000
	<u>1,870,000</u>	<u>1,953,479</u>

The bank loan, trade loan and overdraft are secured by legal charges and debentures over the company's freehold property. The debentures are also secured over the plant and machinery at the related freehold properties.

<b>18 Obligations under finance leases and hire purchase contracts</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
Amounts payable:		
Within one year	<u>-</u>	<u>11,945</u>

The obligations under hire purchase contracts are secured on the underlying assets.

**Dingles Motor Group Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2008**

<b>19 Deferred taxation</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
Accelerated capital allowances	73,958	76,444
Short term timing differences	(5,270)	(2,972)
Revenue losses carried forward	(23,407)	-
Undiscounted provision for deferred tax	<u>45,281</u>	<u>73,472</u>

	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
At 1 January 2008	73,472	83,057
Deferred tax (credit)/charge in profit and loss account	(28,191)	(9,585)
At 31 December 2008	<u>45,281</u>	<u>73,472</u>

As the freehold properties are retained for long term use in the company's business, no deferred tax has been provided on the corporation tax liability that would arise on the capital gain if the properties were to be sold at their revalued amount. The potential tax that would be payable is approximately £72,000 (2007: £108,000 ).

At the year end the company had tax losses available for relief carried forward of £111,462 (2007: £nil).

<b>20 Share capital</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
Authorised:		
Ordinary shares of £1 each	750,000	750,000
Ordinary 'A' shares of £1 each	250,000	250,000
Redeemable preference shares of £1 each	<u>500,000</u>	<u>500,000</u>
	1,500,000	1,500,000

	<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
	<b>No</b>	<b>No</b>	<b>£</b>	<b>£</b>
Allotted, called up and fully paid:				
Ordinary shares of £1 each	500,000	500,000	500,000	500,000
Ordinary 'A' shares of £1 each	<u>250,000</u>	<u>250,000</u>	<u>250,000</u>	<u>250,000</u>
	750,000	750,000	750,000	750,000

<b>Movement in share capital</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
At 1 January 2008	750,000	250,000
Conversion of preference shares	-	250,000
Conversion of loan	-	250,000
At 31 December 2008	<u>750,000</u>	<u>750,000</u>

<b>Equity Shares</b>		
Ordinary shares of £1 each	500,000	500,000
Ordinary 'A' shares of £1 each	<u>250,000</u>	<u>250,000</u>
	750,000	750,000

**Dingles Motor Group Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2008**

<b>21 Revaluation reserve</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
At 1 January 2008	1,643,646	1,123,646
Revaluation in the year	-	520,000
At 31 December 2008	<u>1,643,646</u>	<u>1,643,646</u>
<b>22 Profit and loss account</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
At 1 January 2008	975,638	846,573
Retained (loss)/profit	(308,688)	160,865
Dividends	(21,267)	(31,800)
At 31 December 2008	<u>645,683</u>	<u>975,638</u>
<b>23 Reconciliation of movement in shareholders' funds</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
At 1 January 2008	3,369,284	2,220,219
(Loss)/profit for the financial year	(308,688)	160,865
Conversion of preference shares into ordinary shares	-	250,000
Conversion of subordinated loans into ordinary 'A' shares	-	250,000
Equity Dividends paid	(21,267)	(31,800)
Revaluation in the year	-	520,000
At 31 December 2008	<u>3,039,329</u>	<u>3,369,284</u>
<b>24 Gross cash flows</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
<b>Returns on investments and servicing of finance</b>		
Interest received	-	13,175
Interest paid	(143,909)	(130,493)
Interest element of finance lease rental payments	(3,033)	(5,885)
	<u>(146,942)</u>	<u>(123,203)</u>
<b>Capital expenditure (net)</b>		
Payments to acquire intangible fixed assets	(6,125)	(6,875)
Payments to acquire tangible fixed assets	(373,046)	(153,108)
Receipts from sales of tangible fixed assets	-	10,220
	<u>(379,171)</u>	<u>(149,763)</u>
<b>Financing</b>		
New loans raised	224,280	1,951,629
Loan repayments	(83,479)	(1,645,227)
Capital element of finance lease rental payments	(11,945)	(60,750)
	<u>128,856</u>	<u>245,652</u>

**Dingles Motor Group Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2008**

**25 Analysis of changes in net debt**

	At 1 Jan 2008	Cash flows	Non-cash changes	At 31 Dec 2008
	£	£	£	£
Cash at bank and in hand	208,173	(205,361)	-	2,812
Overdrafts	(24,224)	18,830	-	(5,394)
		(186,531)		
Debt due within 1 year	(1,602,368)	(140,801)	(40,000)	(1,783,169)
Debt due after 1 year	(1,870,000)	-	40,000	(1,830,000)
Finance leases	(11,945)	11,945		-
		(128,856)		
Total	(3,300,364)	(315,387)	-	(3,615,751)

**26 Capital commitments**

	2008	2007
	£	£
Amounts contracted for but not provided in the accounts	-	19,125

**27 Other financial commitments**

At the year end the company had annual commitments under non-cancellable operating leases as set out below:

	Land and buildings 2008	Land and buildings 2007	Other 2008	Other 2007
		£	£	£
Operating leases which expire: within two to five years	31,711	-	-	-
	31,711	-	-	-

**Dingles Motor Group Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2008**

**28 Pensions**

The company operates a defined benefit pension scheme for certain employees. The assets of the scheme are held in a separate trustee administered fund. The scheme was closed on 31 March 2002 and is to be wound up.

The most recent valuation was carried out at 13 April 2005 on a discontinuance basis. This indicated that 146% of the liabilities were covered by available assets.

No formal valuation has been carried out since 13 April 2005.

As no formal valuation has been carried out, the value of the surplus cannot be established with any certainty and as it is planned that the surplus will be shared amongst the scheme members, the surplus has been excluded from the company's balance sheet.

The company also operates defined contribution pension schemes for which the pension cost is written off to the profit and loss account in the period incurred. Contributions paid in the period amounted to £11,457 (2007: £113,967).

At the year-end, an amount of £1,815 (2007: £9,906) was included in creditors in respect of pensions contributions payable. This included overdue amounts of £nil (2007: £7,518) in addition to the usual monthly contribution due. This was cleared by payment in January 2009 (2007: January 2008).

**29 Related parties**

JR Dingle is a trustee of the Attleborough Motor Works Retirement Benefit Pension Scheme. No contributions were made in the year (2007: £100,000).

JR Dingle is a partner in Attleborough Motor Works.

Dividends payable by the company and receivable in a beneficial capacity by J R Dingle in the year amounted to £21,267 (2007 : £14,300). Amounts due to be paid at the year end were £nil (2007 : £4,300).

GH Dingle is a shareholder of ordinary 'A' shares. Dividends payable by the company and receivable in the prior year were £14,000. Amounts due to be paid at the year end were £nil (2007 : £14,000). In the prior year, a motor vehicle was sold to him at cost for £15,640.

**30 Controlling party**

The company was under the control of Mr J R Dingle throughout the current and previous period, by virtue of his shareholding.