

Abbreviated Accounts
For The Year Ended 31st December 2011
for
ADR UK Tyremart Limited

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ADR UK Tyremart Limited (Registered number: 01405709)

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For The Year Ended 31st December 2011

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ADR UK Tyremart Limited
Company Information
For The Year Ended 31st December 2011

DIRECTORS:	Miss S Radrizzani Mrs L E Huggins R Airolti Esq F Radrizzani Esq D Radrizzani Esq
SECRETARY:	Mrs L E Huggins
REGISTERED OFFICE:	Main Road Long Bennington Newark Nottinghamshire NG23 5DJ
REGISTERED NUMBER:	01405709
AUDITORS:	Saul Fairholm Limited, Statutory Auditor 12 Tentercroft Street Lincoln LN5 7DB
BANKERS	Barclays Bank plc Old Market Square Nottingham NG1 6FF
BANKERS:	HSBC Bank Plc 1 Leeming Street Mansfield NG18 1LU

ADR UK Tyremart Limited (Registered number: 01405709)

Report of the Directors
For The Year Ended 31st December 2011

The directors present their report with the accounts of the company for the year ended 31st December 2011

CHANGE OF NAME

The company passed a special resolution on 12th April 2011 changing its name from Tyremart Agricultural Limited to ADR UK Tyremart Limited

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of factoring of farm trailer axles, wheels, tyres and spares

REVIEW OF BUSINESS

The company achieved a satisfactory return for the year, given the economic climate of 2011 Profit after taxation of £264,049 (2010 £239,453) has been achieved which will be retained within the company

Turnover had increased by 20.8% in the year whilst the gross profit margin had fallen from 17.7% in 2010 to 14.0% in 2011 Administrative expenses have fallen by 10.4% during the year, whilst the net profit margin stands at 3.1% compared with 3.5% in 2010

The Directors consider the key performance indicators discussed above alongside the detailed profit and loss account and balance sheet to be sufficient to provide an understanding of the development and performance of the business during the financial year, given the size and complexity of the company

Overall the Directors are satisfied with the results and look forward to the future with confidence as the company continues to expand its markets in a more efficient and cost effective manner

DIVIDENDS

No dividends will be distributed for the year ended 31st December 2011

FIXED ASSETS

At 31st December 2011 the difference between the book value and market value of freehold property amounted to £289,959, based on a valuation performed by Robert Clarke, Chartered Surveyors on 23rd July 2009

DIRECTORS

The directors shown below have held office during the whole of the period from 1st January 2011 to the date of this report

Miss S Radrizzani
Mrs L E Huggins
R Airolidi Esq
F Radrizzani Esq
D Radrizzani Esq

Report of the Directors
For The Year Ended 31st December 2011

RISK

The company's principal financial instruments comprise bank balances, trade creditors, trade debtors and loans to the company. The main purpose of these instruments is to raise funds for the company's operations and to finance the company's operations.

The difficult trading conditions in the UK agricultural industry continues to be a risk that the industry faces along with potential competition from other axle suppliers. This is a risk that the Directors continue to monitor and address where appropriate, striving to deliver high quality products that offer excellent value for money in the market place.

The company's approach to managing other risks applicable to the financial instruments concerned is as follows:

In respect of bank balances the liquidity risk is managed by monitoring a balance between the continuity of funding and flexibility through use of overdrafts at floating rates of interest.

In respect of loans these comprise loans from financial institutions. The interest rate on the loans from financial institutions is variable but the monthly repayments are fixed. The company manages the liquidity risk by ensuring there are sufficient funds to meet the payments.

Trade debtors are managed in respect of credit and cash flow risk by controlling the credit offered to customers and the regular monitoring of amounts outstanding for both time and credit limits.

The company has reduced its foreign exchange risk by invoicing some of its sales in foreign currency and holding bank accounts in concurrent currencies.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors 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). Under company law the directors must not approve the financial statements unless they are 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 these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- 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 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 enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

ADR UK Tyremart Limited (Registered number: 01405709)

Report of the Directors
For The Year Ended 31st December 2011

AUDITORS

The auditors, Saul Fairholm Limited, Statutory Auditor, will be proposed for re-appointment at the forthcoming Annual General Meeting

ON BEHALF OF THE BOARD:

L E Huggins

Mrs L E Huggins - Secretary

16th May 2012

Report of the Independent Auditors to
ADR UK Tyremart Limited
Under Section 449 of the Companies Act 2006

We have examined the abbreviated accounts which comprise the Abbreviated Profit and Loss Account, the Abbreviated Balance Sheet, the Cash Flow Statement and the related notes together with the full financial statements of ADR UK Tyremart Limited for the year ended 31st December 2011 prepared under Section 396 of the Companies Act 2006

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section.

Saul Fairholm Limited

Richard Welsh (Senior Statutory Auditor)
for and on behalf of Saul Fairholm Limited, Statutory Auditor
12 Tentercroft Street
Lincoln
LN5 7DB

29th May 2012

ADR UK Tyremart Limited (Registered number: 01405709)

Abbreviated Profit and Loss Account
For The Year Ended 31st December 2011

	Notes	2011 £	2010 £
TURNOVER	2	8,346,326	6,909,444
Cost of sales		(7,178,633)	(5,684,543)
		<hr/>	<hr/>
		1,167,693	1,224,901
Administrative expenses		<hr/>	<hr/>
		773,249	863,572
OPERATING PROFIT	5	<hr/>	<hr/>
		394,444	361,329
Interest receivable and similar income		<hr/>	<hr/>
		24	117
		<hr/>	<hr/>
		394,468	361,446
Interest paid	6	<hr/>	<hr/>
		34,258	28,166
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<hr/>	<hr/>
		360,210	333,280
Tax on profit on ordinary activities	7	<hr/>	<hr/>
		96,161	93,827
PROFIT FOR THE FINANCIAL YEAR		<hr/>	<hr/>
		264,049	239,453

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous year

The notes form part of these abbreviated accounts

ADR UK Tyremart Limited (Registered number: 01405709)

Abbreviated Balance Sheet
31st December 2011

	Notes	2011 £	2010 £
FIXED ASSETS			
Tangible assets	8	1,848,320	1,893,832
CURRENT ASSETS			
Stocks	9	1,733,823	1,674,206
Debtors	10	1,552,181	1,219,128
Cash at bank and in hand		37,041	10,457
		<u>3,323,045</u>	<u>2,903,791</u>
CREDITORS			
Amounts falling due within one year	11	<u>2,119,093</u>	<u>1,721,563</u>
NET CURRENT ASSETS		<u>1,203,952</u>	<u>1,182,228</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>3,052,272</u>	<u>3,076,060</u>
CREDITORS			
Amounts falling due after more than one year	12	(791,741)	(1,073,445)
PROVISIONS FOR LIABILITIES	14	<u>(48,941)</u>	<u>(55,074)</u>
NET ASSETS		<u><u>2,211,590</u></u>	<u><u>1,947,541</u></u>
CAPITAL AND RESERVES			
Called up share capital	15	190	190
Share premium	16	262,430	262,430
Profit and loss account	16	<u>1,948,970</u>	<u>1,684,921</u>
SHAREHOLDERS' FUNDS	19	<u><u>2,211,590</u></u>	<u><u>1,947,541</u></u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to medium-sized companies

The financial statements were approved by the Board of Directors on 16th May 2012 and were signed on its behalf by



Miss S Radizzani - Director

The notes form part of these abbreviated accounts

ADR UK Tyremart Limited (Registered number: 01405709)

Cash Flow Statement
For The Year Ended 31st December 2011

	Notes	2011 £	2010 £
Net cash inflow/(outflow) from operating activities	1	342,477	(260,403)
Returns on investments and servicing of finance	2	(34,234)	(28,049)
Taxation		(80,755)	(61,039)
Capital expenditure	2	(2,758)	(19,619)
		<u>224,730</u>	<u>(369,110)</u>
Financing	2	(274,826)	(459,316)
Decrease in cash in the period		<u>(50,096)</u>	<u>(828,426)</u>
<hr/>			
Reconciliation of net cash flow to movement in net debt	3		
Decrease in cash in the period		(50,096)	(828,426)
Cash outflow from decrease in debt		<u>274,826</u>	<u>459,316</u>
Change in net debt resulting from cash flows		224,730	(369,110)
New finance		-	(900 000)
Translation differences		3,135	4,101
Movement in net debt in the period		<u>227,865</u>	<u>(1,265,009)</u>
Net debt at 1st January		<u>(1,583,490)</u>	<u>(318,481)</u>
Net debt at 31st December		<u>(1,355,625)</u>	<u>(1,583,490)</u>

The notes form part of these abbreviated accounts

ADR UK Tyremart Limited (Registered number: 01405709)

Notes to the Cash Flow Statement
For The Year Ended 31st December 2011

1 RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES

	2011	2010
	£	£
Operating profit	394,444	361,329
Depreciation charges	48 270	50,974
Loss on disposal of fixed assets	-	1,889
Foreign exchange differences	(3,135)	(4,101)
(Increase)/decrease in stocks	(59,617)	323,876
Increase in debtors	(333,053)	(445,344)
Increase/(decrease) in creditors	295,568	(549,026)
Net cash inflow/(outflow) from operating activities	342,477	(260,403)

2 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2011	2010
	£	£
Returns on investments and servicing of finance		
Interest received	24	117
Interest paid	(34,258)	(28,166)
Net cash outflow for returns on investments and servicing of finance	(34,234)	(28,049)
 Capital expenditure		
Purchase of tangible fixed assets	(2,758)	(19,619)
Net cash outflow for capital expenditure	(2,758)	(19,619)
 Financing		
Loan repayments in year	(274,826)	(459,316)
Net cash outflow from financing	(274,826)	(459,316)

The notes form part of these abbreviated accounts

ADR UK Tyremart Limited (Registered number: 01405709)

Notes to the Cash Flow Statement
For The Year Ended 31st December 2011

3 ANALYSIS OF CHANGES IN NET DEBT

	At 1/1/11 £	Cash flow £	Exchange movements £	Other non-cash changes £	At 31/12/11 £
Net cash					
Cash at bank and in hand	10,457	23,449	3,135		37,041
Bank overdraft	(249,060)	(73,545)	-		(322,605)
	<u>(238,603)</u>	<u>(50,096)</u>	<u>3,135</u>		<u>(285,564)</u>
Debt					
Debts falling due within one year	(271,442)	274,826	-	(281,704)	(278,320)
Debts falling due after one year	(1,073,445)	-	-	281,704	(791,741)
	<u>(1,344,887)</u>	<u>274,826</u>	<u>-</u>	<u>-</u>	<u>(1,070,061)</u>
Total	<u>(1,583,490)</u>	<u>224,730</u>	<u>3,135</u>	<u>-</u>	<u>(1,355,625)</u>

The notes form part of these abbreviated accounts

Notes to the Abbreviated Accounts
For The Year Ended 31st December 2011

I ACCOUNTING POLICIES

Accounting convention

The accounts have been prepared on the historical cost basis of accounting, whereby items are recorded at the values of the dates when the assets were acquired, the liabilities were incurred or the capital obtained. The accounts have been prepared in accordance with applicable Accounting Standards.

Turnover

Revenue represents the fair value of the consideration received or receivable for the factoring of farm trailer axles, wheels, tyres and spares net of discounts and sales taxes. Revenue is recognised when it is probable that the economic benefits associated with a transaction will flow to the company and the amount of revenue and associated costs can be measured reliably.

Tangible fixed assets

Fixed assets are stated at cost. Depreciation is charged to write off the cost less residual value of fixed assets over their estimated useful lives.

	%	Method
Freehold property	1	Straight Line
Motor vehicles	25	Reducing balance
Plant and computer equipment	15	Reducing balance
Fixtures and fittings	15	Reducing balance

Stocks

Stocks are valued at the lower of average cost and realisable value.

Deferred tax

Deferred taxation is provided in respect of the tax effect of all timing differences at the rates of tax expected to apply when the timing differences reverse. No provision is made in respect of deferred taxation on chargeable gains rolled over into the base cost of relevant tangible fixed assets.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to the profit and loss account in the period to which they relate.

Foreign currency transactions

Transactions in foreign currencies are recorded at the rate of exchange ruling at the date of the transaction. Assets and liabilities denominated in foreign currencies are translated at the rate of exchange at the Balance Sheet date. Any gain or loss arising from a change in exchange rates is included as an exchange difference in the profit and loss account.

Operating leased assets

Rentals payable under operating leases are charged to Profit and Loss Account on a straight line basis over the term of the lease.

ADR UK Tyremart Limited (Registered number: 01405709)

Notes to the Abbreviated Accounts - continued
For The Year Ended 31st December 2011

2 TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company

An analysis of turnover by geographical market is given below

	2011 £	2010 £
United Kingdom	5,949,739	5,059,700
Eire	788,806	930,896
U S A and Canada	1,490,674	875,079
Other exports	117,107	43,769
	<u>8,346,326</u>	<u>6,909,444</u>

3 STAFF COSTS

	2011 £	2010 £
Wages and salaries	292,112	252,938
Social security costs	25,496	21,887
Other pension costs	1,200	1,200
	<u>318,808</u>	<u>276,025</u>

The average monthly number of employees during the year was as follows

	2011	2010
Direct Labour	8	8
Selling	3	2
Administration	5	5
	<u>16</u>	<u>15</u>

The company operates a defined contribution Pension Scheme The assets of the scheme are held separately from those of the company in an independently administered fund The pension cost charge represents contributions payable to the fund

4 DIRECTORS' EMOLUMENTS

	2011 £	2010 £
Emoluments of directors for management services	38,630	33,691
Pension contributions	1,200	1,200
	<u>39,830</u>	<u>34,891</u>

Notes to the Abbreviated Accounts - continued
For The Year Ended 31st December 2011

5 OPERATING PROFIT

The operating profit is stated after charging/(crediting)

	2011	2010
	£	£
Hire of plant and machinery	3,445	2,587
Depreciation - owned assets	48,270	50,974
Loss on disposal of fixed assets	-	1,889
Foreign exchange differences	(3,135)	(4,101)
Staff costs	318,808	276,025
Auditors remuneration - audit fee	6,500	6,500
Auditors remuneration - other	6,549	7,607
	<u>318,808</u>	<u>276,025</u>

6 INTEREST PAID

	2011	2010
	£	£
Bank loan interest	27,437	19,787
Corporation tax interest	(432)	696
Bank overdraft interest	7,253	7,683
	<u>34,258</u>	<u>28,166</u>

7 TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows

	2011	2010
	£	£
Current tax		
UK corporation tax	102,294	91,265
Deferred tax	(6,133)	2,562
Tax on profit on ordinary activities	<u>96,161</u>	<u>93,827</u>

Factors affecting the tax charge

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below

	2011	2010
	£	£
Profit on ordinary activities before tax	<u>360,210</u>	<u>333,280</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 26% (2010 - 28%)	93,655	93,318
Effects of		
Expenses not deductible for tax purposes	1,235	122
Depreciation in excess of capital allowances	5,501	(2,155)
Other Income not taxable	(6)	(20)
Change in corporation tax rates	1,909	-
Current tax charge	<u>102,294</u>	<u>91,265</u>

ADR UK Tyremart Limited (Registered number, 01405709)

**Notes to the Abbreviated Accounts - continued
For The Year Ended 31st December 2011**

8 TANGIBLE FIXED ASSETS

	Freehold property £	Plant and computer equipment £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1st January 2011	1,781,832	291,930	109,874	6,000	2,189,636
Additions	-	380	2,378	-	2,758
At 31st December 2011	1,781,832	292,310	112,252	6,000	2,192,394
DEPRECIATION					
At 1st January 2011	95,302	140,520	58,294	1,688	295,804
Charge for year	16,489	22,753	7,950	1,078	48,270
At 31st December 2011	111,791	163,273	66,244	2,766	344,074
NET BOOK VALUE					
At 31st December 2011	1,670,041	129,037	46,008	3,234	1,848,320
At 31st December 2010	1,686,530	151,410	51,580	4,312	1,893,832

9 STOCKS

	2011 £	2010 £
Tyres, axles and spares	1,733,823	1,674,206

10 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2011 £	2010 £
Trade debtors	1,514,026	1,181,306
Prepayments	38,155	37,822
	1,552,181	1,219,128

11 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2011 £	2010 £
Bank loan and overdraft (see note 13)	423,974	347,044
Loans from group undertaking (see note 13)	176,951	173,458
Trade creditors	1,328,580	1,093,754
Corporation tax	48,962	27,423
Social security and other taxes	108,823	52,461
Accrued charges	31,803	27,423
	2,119,093	1,721,563

Amounts falling due within one year -

(a) The bank loans and overdraft are secured by a mortgage debenture over the assets of the company

ADR UK Tyremart Limited (Registered number: 01405709)

Notes to the Abbreviated Accounts - continued
For The Year Ended 31st December 2011

12 CREDITORS- AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2011 £	2010 £
Bank loan and overdraft (see note 13)	270,721	375,475
Loans from group undertaking (see note 13)	521,020	697,970
	<u>791,741</u>	<u>1,073,445</u>

13 LOANS

An analysis of the maturity of loans is given below

	2011 £	2010 £
Amounts falling due within one year or on demand		
Bank overdrafts	322,605	249,060
Bank loans	101,369	97,984
Loans from group undertakings	176,951	173,458
	<u>600,925</u>	<u>520,502</u>

Amounts falling due between one and two years

Bank loans repayable between 1-2 years	101,601	97,934
Loans from group undertakings between 1-2 years	184,166	176,956
	<u>285,767</u>	<u>274,890</u>

Amounts falling due between two and five years

Bank loans repayable between 2-5 years	161,795	214,148
Loans from group undertakings between 2-5 years	336,854	521,014
	<u>498,649</u>	<u>735,162</u>

Amounts falling due in more than five years

Repayable by instalments		
Bank loans in five years or more	<u>7,325</u>	<u>63,393</u>

Bank loans comprise

a) A commercial mortgage which falls due for maturity in October 2013 Interest is charged at 5.9% fixed rate

b) A commercial mortgage which falls due for maturity in October 2018 Interest is charged at 1.1% over base

14 PROVISIONS FOR LIABILITIES

	2011 £	2010 £
Deferred tax	<u>48,941</u>	<u>55,074</u>

ADR UK Tyremart Limited (Registered number: 01405709)

Notes to the Abbreviated Accounts - continued
For The Year Ended 31st December 2011

14 PROVISIONS FOR LIABILITIES - continued

	Deferred tax £
Balance at 1st January 2011	55,074
Credited during the year	(6,133)
	<hr/>
Balance at 31st December 2011	48,941
	<hr/>

No provision has been made for deferred tax on gains recognised on the sale of property where the taxable gain has been rolled over into replacement assets. The total amount unprovided is £53,297 (2010 £53,297)

15 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid Number	Class	Nominal value £1	2011 £ 190	2010 £ 190
190	Ordinary		<hr/>	<hr/>

16 RESERVES

	Profit and loss account £	Share premium £	Totals £
At 1st January 2011	1,684,921	262,430	1,947,351
Profit for the year	264,049	-	264,049
	<hr/>	<hr/>	<hr/>
At 31st December 2011	1,948,970	262,430	2,211,400
	<hr/>	<hr/>	<hr/>

Notes to the Abbreviated Accounts - continued
For The Year Ended 31st December 2011

17 RELATED PARTY DISCLOSURES

Related parties in the year -

R P F S p A	- Parent undertaking
A D R S p A	- Group undertaking
Coleart Essieux	- Group undertaking
A T W S A	- Group undertaking
Qingdao A D R Axles Machinery Co	- Group undertaking
W P S S p z o o	- Group undertaking
C L M S r L	- Group undertaking
Quigdao Rad Trade Co	- Group undertaking

At the end of the year the company owed £55,442 (2010 £223,007) along with accrued charges of £24,000 (2010 £14,300) to A D R S p A

a) The following transactions with A D R S p A, a group undertaking based in Italy, occurred during the year

Sales	£Nil	(2010 £630)
Purchases of materials	£321,849	(2010 £587,722)
Insurance and advertising	£41,300	(2010 £14,300)

b) The following transactions with Coleart Essieux, a group undertaking based in France, occurred during the year

Sales	£2,822	(2010 £5,332)
Purchases of materials	£321,849	(2010 £2,455,112)
Administration fee	£300	(2010 £Nil)

During last year Coleart Essieux converted £900,000 of its trade creditor in ADR UK Tyremart Limited into a loan. The loan is repayable over 5 years at an interest rate of 2%. At the end of the year the amount owing to Coleart Essieux was £697,971 (2010 £871,428)

At the end of the year the company owed £1,118,851 (2010 £521,956) to Coleart Essieux. Coleart Essieux owed £Nil (2010 £3,060) to ADR UK Tyremart Limited

c) The following transactions with C L M S r L, a group undertaking based in Italy, occurred during the year

Purchases of materials	£1,376	(2010 £672)
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d) The following transactions with R P F S p A, the parent undertaking based in Italy, occurred during the year

Management charges	£85,000	(2010 £90,000)
Computer support	£2,544	(2010 £Nil)

At the end of the year the company owed £85,000 (2010 £90,000) to R P F S p A

e) The following transactions with A T W S A, a group undertaking based in Poland, occurred during the year

Sales	£905	(2010 £Nil)
Purchases of materials	£1,624,933	(2010 £843,696)
Research and development	£Nil	(2010 £43,860)

At the end of the year the company owed £171,592 (2010 £131,523) to A T W S A

f) The following transactions with Qingdao A D R Axles Machinery Co, a group undertaking based in China, occurred during the year

ADR UK Tyremart Limited (Registered number: 01405709)

Notes to the Abbreviated Accounts - continued
For The Year Ended 31st December 2011

Purchases of materials	£1,542,012	(2010 £1,110,115)
Research and development	£Nil	(2010 £35,088)

At the end of the year the company owed £168,563 (2010 £17,779) to Qingdao A D R Axles Machinery Co

g) The following transactions with W P S Sp z o o , a group undertaking based in Poland, occurred during the year

Research and development	£Nil	(2010 £30,702)
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At the end of the year the company owed £Nil (2010 £30,702) to W P S Sp z o o

h) The following transactions with Qingdao Rad Trade Co, a group undertaking based in China, occurred during the year

Purchase of materials	£9,309	(2010 £Nil)
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18 ULTIMATE CONTROLLING PARTY

The Company is a wholly owned subsidiary of R P F S p A, a company incorporated in Italy. The Directors regard this company as the ultimate parent company and ultimate controlling party. Consolidated accounts are available from the Tribunale di Busto Arsizio Reg Soc No 02764470122, Camera Commercio, Varese 145380

19 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2011 £	2010 £
Profit for the financial year	264,049	239,453
Net addition to shareholders' funds	264,049	239,453
Opening shareholders' funds	1,947,541	1,708,088
Closing shareholders' funds	2,211,590	1,947,541