

ADR UK Tyremart Limited

Abbreviated Accounts For The Year Ended 31st December 2014

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For The Year Ended 31st December 2014

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ADR UK Tyremart Limited

Company Information
For The Year Ended 31st December 2014

DIRECTORS:

Miss S Radrizzani
Mrs L E Huggins
Mr R Airoidi
Mr F Radrizzani
Mr D Radrizzani

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

Strategic Report
For The Year Ended 31st December 2014

The directors present their strategic report for the year ended 31st December 2014.

REVIEW OF BUSINESS

The company achieved a satisfactory return for the year. Profit, after taxation, of £406,473 (2013 : £285,401) has been achieved which will be retained within the company.

Turnover had risen by 3.5% during the year (2013: 7.9%) whilst the gross profit margin had risen from 16.2% in 2013 to 17.2% in 2014. Sales in the UK which represent 59.7% (2013: 53.2%) of turnover had increased by 16.1% during the year following a fall of 8.8% in 2013. The company however reported that export sales had fallen during the year by 10.1% (2013: increase of 36.2%). Administrative expenses were tightly controlled by reference to the budget, whilst the net profit margin, before taxation, stands at 6.2% compared with 4.7% in 2013.

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.

PRINCIPAL RISKS AND UNCERTAINTIES

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 and loans from associated undertakings. 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.

ON BEHALF OF THE BOARD:



Mrs L E Huggins - Secretary

1st April 2015

Report of the Directors
For The Year Ended 31st December 2014

The directors present their report with the accounts of the company for the year ended 31st December 2014.

PRINCIPAL ACTIVITY

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

DIVIDENDS

No dividends will be distributed for the year ended 31st December 2014.

DIRECTORS

The directors shown below have held office during the whole of the period from 1st January 2014 to the date of this report.

Miss S Radrizzani
Mrs L E Huggins
Mr R Airolti
Mr F Radrizzani
Mr D Radrizzani

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.

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.

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:

X

L. E. Huggins

X

Mrs L E Huggins - Secretary

1st April 2015

Report of the Independent Auditors to the Members of
ADR UK Tyremart Limited

We have audited the financial statements of ADR UK Tyremart Limited for the year ended 31st December 2014 on pages six to eighteen. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 a Report of the Auditors 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

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Strategic Report and the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31st December 2014 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Saul Fairholm Limited

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

8th April 2015

ADR UK Tyremart Limited (Registered number: 01405709)

Abbreviated Profit and Loss Account
For The Year Ended 31st December 2014

	Notes	2014 £	2013 £
TURNOVER	2	8,307,097	8,024,529
Cost of sales		(6,877,520)	(6,727,281)
		<hr/>	<hr/>
		1,429,577	1,297,248
Administrative expenses		875,656	882,532
		<hr/>	<hr/>
OPERATING PROFIT	4	553,921	414,716
Interest receivable and similar income		11	68
		<hr/>	<hr/>
		553,932	414,784
Interest payable and similar charges	5	36,512	40,273
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		517,420	374,511
Tax on profit on ordinary activities	6	110,947	89,110
		<hr/>	<hr/>
PROFIT FOR THE FINANCIAL YEAR		<hr/> <hr/> 406,473	<hr/> <hr/> 285,401

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

Abbreviated Balance Sheet
31st December 2014

	Notes	2014 £	2013 £
FIXED ASSETS			
Tangible assets	7	1,778,555	1,818,094
CURRENT ASSETS			
Stocks	8	2,371,416	2,495,686
Debtors	9	1,514,534	1,967,772
Cash at bank and in hand		17,428	50,108
		<u>3,903,378</u>	<u>4,513,566</u>
CREDITORS			
Amounts falling due within one year	10	<u>1,305,746</u>	<u>2,649,483</u>
NET CURRENT ASSETS		<u>2,597,632</u>	<u>1,864,083</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,376,187</u>	<u>3,682,177</u>
CREDITORS			
Amounts falling due after more than one year	11	(1,099,612)	(805,722)
PROVISIONS FOR LIABILITIES	13	(41,814)	(48,167)
NET ASSETS		<u><u>3,234,761</u></u>	<u><u>2,828,288</u></u>
CAPITAL AND RESERVES			
Called up share capital	14	190	190
Share premium	15	262,430	262,430
Profit and loss account	15	<u>2,972,141</u>	<u>2,565,668</u>
SHAREHOLDERS' FUNDS	18	<u><u>3,234,761</u></u>	<u><u>2,828,288</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 1st April 2015 and were signed on its behalf by:

X 

Miss S Radrizzani - Director

X

Cash Flow Statement
For The Year Ended 31st December 2014

	Notes	2014 £	2013 £
Net cash inflow from operating activities	1	402,046	418,375
Returns on investments and servicing of finance	2	(36,501)	(40,205)
Taxation		(70,733)	(103,538)
Capital expenditure	2	(11,041)	(34,752)
		283,771	239,880
Financing	2	(379,784)	(244,341)
Decrease in cash in the period		(96,013)	(4,461)
<hr/>			
Reconciliation of net cash flow to movement in net debt	3		
Decrease in cash in the period		(96,013)	(4,461)
Cash outflow from decrease in debt		379,784	244,341
Change in net debt resulting from cash flows		283,771	239,880
New debt		(800,000)	-
Movement in net debt in the period		(516,229)	239,880
Net debt at 1st January		(1,208,158)	(1,448,038)
Net debt at 31st December		(1,724,387)	(1,208,158)

The notes form part of these abbreviated accounts

Notes to the Cash Flow Statement
For The Year Ended 31st December 2014

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2014	2013
	£	£
Operating profit	553,921	414,716
Depreciation charges	50,152	49,461
Loss on disposal of fixed assets	428	1,371
Decrease/(increase) in stocks	124,270	(524,861)
Decrease/(increase) in debtors	453,238	(571,328)
(Decrease)/increase in creditors	(779,963)	1,049,016
Net cash inflow from operating activities	402,046	418,375

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

	2014	2013
	£	£
Returns on investments and servicing of finance		
Interest received	11	68
Interest paid	(36,512)	(40,273)
Net cash outflow for returns on investments and servicing of finance	(36,501)	(40,205)
Capital expenditure		
Purchase of tangible fixed assets	(11,041)	(35,452)
Sale of tangible fixed assets	-	700
Net cash outflow for capital expenditure	(11,041)	(34,752)
Financing		
New loans in year	-	207,795
Loan repayments in year	(379,784)	(452,136)
Net cash outflow from financing	(379,784)	(244,341)

Notes to the Cash Flow Statement
For The Year Ended 31st December 2014

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1/1/14 £	Cash flow £	Other non-cash changes £	At 31/12/14 £
Net cash:				
Cash at bank and in hand	50,108	(32,680)		17,428
Bank overdraft	(107,170)	(63,333)		(170,503)
	<u>(57,062)</u>	<u>(96,013)</u>		<u>(153,075)</u>
Debt:				
Debts falling due within one year	(345,374)	126,326	(252,652)	(471,700)
Debts falling due after one year	(805,722)	253,458	(547,348)	(1,099,612)
	<u>(1,151,096)</u>	<u>379,784</u>	<u>(800,000)</u>	<u>(1,571,312)</u>
Total	<u>(1,208,158)</u>	<u>283,771</u>	<u>(800,000)</u>	<u>(1,724,387)</u>

The notes form part of these abbreviated accounts

Notes to the Abbreviated Accounts
For The Year Ended 31st December 2014

1. 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.

Notes to the Abbreviated Accounts - continued
For The Year Ended 31st December 2014

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:

	2014 £	2013 £
United Kingdom	4,957,522	4,271,636
Eire	1,180,105	1,045,463
U.S.A and Canada	2,042,528	2,589,103
Other exports	126,942	118,327
	<u>8,307,097</u>	<u>8,024,529</u>

3. STAFF COSTS

	2014 £	2013 £
Wages and salaries	313,879	292,795
Social security costs	24,389	25,975
Other pension costs	1,200	1,200
	<u>339,468</u>	<u>319,970</u>

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

	2014	2013
Direct Labour	8	8
Selling	3	3
Administration	4	4
	<u>15</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. OPERATING PROFIT

The operating profit is stated after charging:

	2014 £	2013 £
Hire of plant and machinery	3,653	2,994
Depreciation - owned assets	50,152	49,461
Loss on disposal of fixed assets	428	1,371
Foreign exchange differences	902	15,307
Staff costs	339,468	319,970
Auditors remuneration - audit fee	4,000	4,000
Auditors remuneration - other	9,613	8,057
	<u></u>	<u></u>
Directors' remuneration	39,464	40,186
Directors' pension contributions to money purchase schemes	1,200	1,200
	<u></u>	<u></u>

Notes to the Abbreviated Accounts - continued
For The Year Ended 31st December 2014

4. OPERATING PROFIT - continued

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>1</u>	<u>1</u>
------------------------	----------	----------

5. INTEREST PAYABLE AND SIMILAR CHARGES

	2014	2013
	£	£
Bank loan interest	17,706	23,616
Bank overdraft interest	6,831	6,503
Euro loan interest	11,975	10,154
	<u>36,512</u>	<u>40,273</u>

6. TAXATION

Analysis of the tax charge

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

	2014	2013
	£	£
Current tax:		
UK corporation tax	117,300	87,423
Deferred tax	(6,353)	1,687
Tax on profit on ordinary activities	<u>110,947</u>	<u>89,110</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:

	2014	2013
	£	£
Profit on ordinary activities before tax	<u>517,420</u>	<u>374,511</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 21% (2013 - 23%)	108,658	86,138
Effects of:		
Expenses not deductible for tax purposes	359	316
Depreciation in excess of capital allowances tax purposes	5,591	42
capital allowances		
Change in corporation tax rates	<u>2,692</u>	<u>927</u>
Current tax charge	<u>117,300</u>	<u>87,423</u>

Notes to the Abbreviated Accounts - continued
For The Year Ended 31st December 2014

7. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and computer equipment £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1st January 2014	1,781,832	291,394	133,545	46,325	2,253,096
Additions	-	-	11,041	-	11,041
Disposals	-	(3,210)	(5,000)	-	(8,210)
At 31st December 2014	1,781,832	288,184	139,586	46,325	2,255,927
DEPRECIATION					
At 1st January 2014	147,427	198,404	77,201	11,970	435,002
Charge for year	17,818	14,488	9,256	8,590	50,152
Eliminated on disposal	-	(3,210)	(4,572)	-	(7,782)
At 31st December 2014	165,245	209,682	81,885	20,560	477,372
NET BOOK VALUE					
At 31st December 2014	1,616,587	78,502	57,701	25,765	1,778,555
At 31st December 2013	1,634,405	92,990	56,344	34,355	1,818,094

8. STOCKS

	2014 £	2013 £
Tyres, axles and spares	2,371,416	2,495,686

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2014 £	2013 £
Trade debtors	1,472,408	1,919,335
Prepayments	42,126	48,437
	1,514,534	1,967,772

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2014 £	2013 £
Bank loans and overdrafts (see note 12)	266,953	200,493
Loans from group undertaking (see note 12)	375,250	252,051
Trade creditors	352,568	1,931,689
Corporation tax	73,268	26,701
Social security and other taxes	125,992	110,703
Accrued expenses	111,715	127,846
	1,305,746	2,649,483

Amounts falling due within one year :-

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

Notes to the Abbreviated Accounts - continued
For The Year Ended 31st December 2014

11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2014	2013
	£	£
Bank loans (see note 12)	413,144	509,481
Loans from group undertaking (see note 12)	686,468	296,241
	<u>1,099,612</u>	<u>805,722</u>

12. LOANS

An analysis of the maturity of loans is given below:

	2014	2013
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	170,503	107,170
Bank loans	96,450	93,323
Loans from group undertakings	375,250	252,051
	<u>642,203</u>	<u>452,544</u>

Amounts falling due between one and two years:

Bank loans repayable between 1-2 years.	98,681	96,450
Loans from group undertakings between 1-2 years	223,343	225,584
	<u>322,024</u>	<u>322,034</u>

Amounts falling due between two and five years:

Bank loans repayable between 2-5 years.	314,463	413,031
Loans from group undertakings between 2-5 years	160,469	70,657
	<u>474,932</u>	<u>483,688</u>

Amounts falling due in more than five years:

Repayable by instalments		
Loans from group undertakings	<u>302,656</u>	<u>-</u>

Bank loans comprise:

b) A commercial loan of £509,594 which falls due for maturity in November 2019. Interest is charged at 2.8% over base.

13. PROVISIONS FOR LIABILITIES

	2014	2013
	£	£
Deferred tax	<u>41,814</u>	<u>48,167</u>

Notes to the Abbreviated Accounts - continued
For The Year Ended 31st December 2014

13. PROVISIONS FOR LIABILITIES - continued

	Deferred tax £
Balance at 1st January 2014	48,167
Credit to Profit and Loss Account during year	(6,353)
	<hr/>
Balance at 31st December 2014	41,814
	<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 £39,973 (2013 : £43,780).

14. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2014 £	2013 £
190	Ordinary	£1	190	190
			<hr/>	<hr/>

15. RESERVES

	Profit and loss account £	Share premium £	Totals £
At 1st January 2014	2,565,668	262,430	2,828,098
Profit for the year	406,473	-	406,473
	<hr/>	<hr/>	<hr/>
At 31st December 2014	2,972,141	262,430	3,234,571
	<hr/>	<hr/>	<hr/>

16. RELATED PARTY DISCLOSURES

Related parties in the year:-

A.D.R. S.p.A

Group undertaking.

During the year the company made sales of £1,872 (2013: £469) to A.D.R S.p.A.

During the year the company purchased materials of £187,111 (2013: £228,695) , insurance and advertising of £69,500 (2013: £59,000) and printing, stationery, travel and website costs of £Nil (2013: £350) from A.D.R. S.p.A.

The company also incurred management charges of £Nil (2013: £800) from A.D.R. S.p.A.

At the end of the year the company owed £35,405 (2013: £115,629) along with accrued charges of £Nil (2013: £45,000) to A.D.R. S.p.A.

At the end of the year A.D.R. S.p.A owed £Nil (2013: £540) to ADR UK Tyremart Limited.

Notes to the Abbreviated Accounts - continued
For The Year Ended 31st December 2014

16. RELATED PARTY DISCLOSURES - continued

Colaert Essieux.

Group undertaking.

During the year the company made sales of £6,278 (2013: £11,150) to Colaert Essieux.

During the year the company purchased materials of £2,368,705 (2013: £3,267,894) from Colaert Essieux.

During the year the company incurred loan interest of £7,767 (2013: £8,765) from Colaert Essieux.

A further loan of £800,000 was made to the company during the year at an interest rate of 2%. At the end of the year the amount owing to Colaert Essieux by way of a loan was £930,932 (2013: £340,497). Interest is payable on both the loans at a rate of 2%.

At the end of the year the company owed in total £1,065,491 (2013: £1,491,046) to Colaert Essieux. Colaert Essieux owed £Nil (2013: £88) to ADR UK Tyremart Limited.

R.P.F. S.p.A

Parent undertaking.

During the year the company incurred management charges of £129,235 (2013: £120,170), travelling costs of £1,280 (2013: £4,090) and computer support costs of £2,600 (2013: £2,600) from R.P.F. S.p.A.

During the year the company paid £3,518 (2013: £1,389) in loan interest to R.P.F. S.p.A. At the end of the year the loan balance owing to R.P.F. S.p.A was £130,786 (2013: £207,795).

At the end of the year the company owed £60,000 (2013: £57,490) by way of accrued charges to R.P.F. S.p.A.

A.T.W. S.A.

Group undertaking.

During the year the company made sales of £19,290 (2013: £Nil) and purchased materials of £1,729,281 (2013: £1,754,322) from A.T.W. S.A.

At the end of the year the company owed £139,050 (2013: £235,301) to A.T.W. S.A.

Qingdao A.D.R. Axles Machinery Co Ltd

Group undertaking.

During the year the company purchased materials of £1,407,964 (2013: £1,066,578) from Qingdao A.D.R. Axles Machinery Co Ltd.

At the end of the year Qingdao A.D.R. Axles Machinery Co owed £46,893 (2013: £115,079) to ADR UK Tyremart Limited.

Qingdao Rad Trade Co Ltd

Group undertaking.

During the year the company purchased materials of £35,480 (2013: £22,293) from Qingdao Rad Trade Co Ltd.

At the end of the year Qingdao Rad Trade Co Ltd owed £Nil (2013: £15,292) to ADR UK Tyremart Limited.

ADR Brazil Eixos Ltda.

Group undertaking.

During the year the company made sales of £Nil (2013: £1,851) to ADR Brazil Eixos Ltda.

Notes to the Abbreviated Accounts - continued
For The Year Ended 31st December 2014

16. RELATED PARTY DISCLOSURES - continued

ADR Gesplasmatal S.A.U
Group undertaking.

During the year the company purchased materials of £11,949 (2013: £Nil) from ADR Geplasmatal S.A.U

17. 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 Busto Arsizio: Reg Soc No. 02764470122, Camera Commercio, Varese 145380.

18. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2014 £	2013 £
Profit for the financial year	406,473	285,401
Net addition to shareholders' funds	406,473	285,401
Opening shareholders' funds	2,828,288	2,542,887
Closing shareholders' funds	3,234,761	2,828,288