

A. & R. MOTOR SERVICES LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2008

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DAVID BOOKER & Co
CHARTERED ACCOUNTANTS

THURSDAY



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COMPANIES HOUSE

A. & R. MOTOR SERVICES LIMITED
ABBREVIATED BALANCE SHEET – 31 MARCH 2008

	<u>Note</u>	<u>2008</u>	<u>2007</u>
		£	£
FIXED ASSETS			
Tangible assets	2	638,636	654,238
CURRENT ASSETS			
Stocks		12,289	19,551
Debtors		225,106	296,326
Cash at bank and in hand		11,900	12,855
		<u>249,295</u>	<u>328,732</u>
CREDITORS – amounts falling due within one year	3	<u>189,469</u>	<u>269,334</u>
NET CURRENT ASSETS		<u>59,826</u>	<u>59,398</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>698,462</u>	<u>713,636</u>
CREDITORS – amounts falling due after more than one year	3	94,157	108,103
PROVISIONS FOR LIABILITIES AND CHARGES		<u>15,700</u>	<u>15,900</u>
		<u>109,857</u>	<u>124,003</u>
NET ASSETS EMPLOYED		<u>588,605</u>	<u>589,633</u>
CAPITAL AND RESERVES			
Called up share capital	4	100	100
Revaluation reserve		308,601	316,200
Profit and loss account		<u>279,904</u>	<u>273,333</u>
SHAREHOLDERS' FUNDS		<u>588,605</u>	<u>589,633</u>

The directors confirm that for the year ended 31 March 2008 the company is entitled to exemption under sub-section (1) of Section 249A of the Companies Act 1985 from the requirement to have accounts audited, and that no members have requested an audit under Section 249B(2).

The directors acknowledge their responsibility for:

- (a) ensuring that the company keeps accounting records which comply with Section 221; and
- (b) preparing accounts which give a true and fair view of the state of the affairs of the company as at the end of the financial year and of its profit or loss for the financial year, in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to this company.

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the board on 8 October 2008


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J. C. ROBERTS – Director

A. & R. MOTOR SERVICES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

1. ACCOUNTING POLICIES

Basis of Accounting

The financial statements are prepared on the historical cost basis as modified to include the revaluation of freehold land and buildings and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

Turnover

Turnover represents the net invoiced value of sales of goods and services made during the year stated net of trade discounts and value added tax.

Depreciation

Provision is made for depreciation using the reducing balance method at the following annual rates calculated to write off the cost of all tangible fixed assets by instalments over their expected useful lives:

Freehold buildings	2%	straight line
Plant and machinery	15%	reducing balance
Furniture, fixtures and equipment	15%	reducing balance
Motor vehicles	25%	reducing balance

Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value. Cost represents the net invoiced value of purchases plus, in the case of work in progress, the direct costs of production and the attributable proportion of all overheads appropriate to location and condition.

Deferred Taxation

Deferred tax arises as a result of including items of income and expenditure in taxation computations in periods different from those in which they are included in the company's accounts. Deferred tax is provided in full on timing differences which result in an obligation to pay more (or less) tax at a future date, at the average tax rates that are expected to apply when the timing differences reverse, based on current tax rates and laws.

Deferred tax is not provided on timing differences arising from the revaluation of leasehold land and buildings where there is no commitment to sell the assets.

Pension Costs

Contributions to the defined contribution pension scheme are charged to the profit and loss account in the year in which they become payable.

2. FIXED ASSETS

	<u>Tangible assets</u> £
Cost or valuation	
At beginning of year	912,432
Additions at cost	9,348
Disposals	-
Revaluation adjustment	-
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At end of year	921,780
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Depreciation	
At beginning of year	258,194
Charge for year	24,950
Disposals	-
Revaluation adjustment	-
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At end of year	283,144
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Net book value at end of year	638,636
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Net book value at beginning of year	654,238
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Freehold land and buildings were revalued at £565,000 in August 2005 by Messrs Winkworth, Chartered Surveyors on the basis of current open market value.

The net book value of tangible fixed assets included an amount of £7,063 (2007 – £8,309) in respect of assets held under hire purchase contracts.

On a historical cost basis the long leasehold land and buildings would have been included at:

	<u>2008</u> £	<u>2007</u> £
Cost	<u>272,505</u>	<u>272,505</u>
Aggregate depreciation	<u>32,866</u>	<u>30,987</u>

The company has a charge over its freehold land & buildings to secure the borrowing of the parent company.

The estimated tax liability arising if the freehold land and buildings were to be sold at their revalued amount is £30,400 (2007 – £30,950).

3. CREDITORS

Creditors include secured liabilities to the Bank amounting to £135,044 (2007 – £143,428) and hire purchase liabilities of £333 (2007 - £4,141).

The bank loan is payable by instalments and £44,777 (2007 – £61,922) of the loan falls due for repayment in more than five years.

4. CALLED UP SHARE CAPITAL

Ordinary shares of £1 each

	<u>2008</u>	<u>2007</u>
	£	£
Authorised	<u>50,000</u>	<u>50,000</u>
Allotted, called up and fully paid	<u>100</u>	<u>100</u>

5. PARENT UNDERTAKING

The company is a wholly owned subsidiary of A & R Motor Holdings Limited, which is controlled by the directors.