

COMPANY NO: 2745594

Martin Motor Services Limited

REPORT AND FINANCIAL STATEMENTS

For the year ended 28th February 1994

BEECH, MASON & CO.

Chartered Accountants

Cannock



Martin Motor Services Limited.

DIRECTORS REPORT

For the year ended 28th February 1994

The directors present their report and the financial statements for the year ended 28th February 1994.

PRINCIPAL ACTIVITY.

The principal activity is the repair and service of motor vehicles.

DIRECTORS.

The directors who served during the year and their beneficial interests in the company's issued ordinary share capital were:

Number of Shares 1994

P. Martin	1
J. Martin	1

DIRECTORS RESPONSIBILITIES.

Company law requires the directors to prepare accounts for each financial year which 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 accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts;
- prepare the accounts 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 accounts comply with 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.

Martin Motor Services Limited.

DIRECTORS REPORT

For the year ended 28th February 1994

AUDITORS.

The auditors, Beech, Mason & Co., will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

In preparing the above report the directors have taken advantage of special exemptions available to small companies.

Signed on behalf of the board of directors,

A handwritten signature in black ink, appearing to be 'P. Martin', written in a cursive style.

P. Martin - Director

Date: 7th November 1995

Martin Motor Services Limited.

REPORT OF THE AUDITORS

TO THE MEMBERS OF MARTIN MOTOR SERVICES LIMITED

We have audited the Financial Statements on pages 4 to 10 which have been prepared under the historical cost convention and the accounting policies set out on pages 6 and 7.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1, the company's directors are responsible for the preparation of Financial Statements. It is our responsibility to form an independent opinion, based on our audit, on those Financial Statements and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards 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 of the state of the company's affairs at 28th February 1994 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

BEECH, MASON & CO.

Chartered Accountants and Registered Auditors

33 Wolverhampton Road

Cannock

Staffs

Date: 7th November 1995

Martin Motor Services Limited.

PROFIT AND LOSS ACCOUNT

For the year ended 28th February 1994

	Note	1994 £
TURNOVER		358260
Cost of Sales		222983
		<hr/>
GROSS PROFIT		135277
Distribution Costs		
Administrative Expenses		106861
		<hr/>
OPERATING PROFIT	2	28416
Profit on sale of fixed assets in continuing operations		344
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PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST PAYABLE		28760
Interest Payable		11284
		<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		17476
TAX ON PROFIT ON ORDINARY ACTIVITIES	3	5720
		<hr/>
PROFIT FOR THE FINANCIAL YEAR		<u>11756</u>

There were no recognised gains and losses other than those recognised in the profit and loss account.

Martin Motor Services Limited.

BALANCE SHEET

As at 28th February 1994	Note	£	1994 £
TANGIBLE FIXED ASSETS	4		213239
CURRENT ASSETS			
Stocks	5	4000	
Debtors	6	97060	
Cash at Bank and in Hand		462	
			<hr/>
			101522
CREDITORS-falling due within one year:-	7	189097	
			<hr/>
NET CURRENT LIABILITIES			(87575)
TOTAL ASSETS LESS CURRENT LIABILITIES			<hr/>
			125664
CREDITORS-falling due after more than one year:-	8		
			<hr/>
			113906
			<hr/>
			11758
CAPITAL AND RESERVES			<hr/>
Called up Share Capital	9		2
Profit and Loss Account			11756
			<hr/>
Shareholders' Funds	10		11758
			<hr/>

The directors have taken advantage of special exemptions conferred by schedule 8 to the Companies Act 1985 applicable to Small Companies in the preparation of the accounts and have done so on the grounds that, in their opinion, the company entitled to those exemptions.

Signed on behalf of the board of directors


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DIRECTOR

Approved by the Board of Directors on 7th November 1995

Martin Motor Services Limited.

NOTES TO THE FINANCIAL STATEMENTS.

For the year ended 28th February 1994

1. ACCOUNTING POLICIES

(a) BASIS OF PREPARATION OF ACCOUNTS

The financial statements are prepared under the historical cost convention and incorporate the results of the principal activity which is described in the directors report and which is continuing.

The company has taken advantage of the exemption in FRS 1 from the requirement to prepare a cash flow statement on the grounds that it is a small company.

(b) TURNOVER

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

(c) TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write-off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Leasehold buildings	over 99 years
Motor Vehicles	25%
Fixtures and Fittings	25%
Plant & Equipment	25%

(d) HIRE PURCHASE AND LEASING

Assets purchased on hire purchase or finance leases are capitalised in the balance sheet and depreciated over their useful lives. Interest is charged to the profit and loss account using the sum of digits method.

(e) OPERATING LEASES

Rental applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

Martin Motor Services Limited.

NOTES TO THE FINANCIAL STATEMENTS.

For the year ended 28th February 1994

(f) STOCKS AND WORK IN PROGRESS

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

(g) DEFERRED TAXATION

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

(h) PENSIONS

The company operates a defined contribution pension scheme, which is externally funded. The pension charge represents the amounts payable by the company to the fund in respect of the year.

2. OPERATING PROFIT

The operating profit is stated after charging:	1994
	£
Depreciation of tangible fixed assets	
- owned by the Company	11211
- held under finance leases/hire purchase contracts	6375
Directors' remuneration	28137
Auditors' remuneration	3000
Operating Lease Charges	-
Hire Purchase Interest	2396
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3. TAXATION	1994
UK corporation tax at 25%	5720
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Martin Motor Services Limited.

NOTES TO THE FINANCIAL STATEMENTS.

For the year ended 28th February 1994

4. TANGIBLE FIXED ASSETS

	Land & Building £	Fixtures & Fittings £	Motor Vehicles £	Plant & Machinery £	Total £
Cost:					
Introduced	167407	5799	17375	16550	207131
Additions	-	750	34331	1269	36350
Disposals	-	-	(12656)	-	(12656)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 28/02/94	167407	6549	39050	17819	230825
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation:					
Charge for the year	1730	1638	9763	4455	17586
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 28/02/94	1730	1638	9763	4455	17586
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Net Book Value:					
At 28/02/94	165677	4911	29287	13364	213239
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

Included above are the following assets held under hire purchase contracts or finance leases:-

	Cost £	Depreciation For Year £	Depreciation To Date £
Motor Vehicles	25500	6375	6375
	<hr/>	<hr/>	<hr/>

Leasehold Property in the accounts at the Balance Sheet date was held for the benefit of the company in the names of Mr P & Mrs J Martin. The property is in the process of being transferred formally to the company together with associated borrowings referred to in notes 7 and 8 to these accounts

The Directors are of the opinion that the value of the Leasehold Property is not substantially different from that shown in the accounts.

5. STOCKS

	1994 £
Stock of Parts	4000
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Martin Motor Services Limited.

NOTES TO THE FINANCIAL STATEMENTS.

For the year ended 28th February 1994

6. DEBTORS	1994 £
Trade Debtors	95396
Prepayments and accrued income	1664
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	97060
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7. CREDITORS: amounts falling due within one year
£

Bank loans and overdrafts (secured)	27824
Net obligations under finance leases and hire purchase contracts (secured)	5171
Trade creditors	68293
Corporation Tax	5720
Other Taxation and Social Security	18914
Accruals and deferred income	5347
Directors Loan Account	57828
	<hr/>
	189097

The Accounts include a bank overdraft of £27824 which is secured on the Leasehold Property (Note 4) which is in the names of the directors.

The overdraft is in the process of being formally transferred to the company with the agreement of Lloyds Bank Plc.

8. CREDITORS: amounts falling due after more than one year
£

Bank Loans (Secured)	100320
Net obligations under finance leases and hire purchase contracts (secured and due between 1 and 5 years)	13586
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	113906
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The Bank Loan of £100320 which is secured on the Leasehold Property (Note 4) is in the names of the directors at the Balance Sheet date. The loan is in the process of being transferred to the company with the agreement of Lloyds Bank Plc.

Martin Motor Services Limited.

NOTES TO THE FINANCIAL STATEMENTS.

For the year ended 28th February 1994

9. CALLED UP SHARE CAPITAL

	1994 £
Authorised	
Ordinary shares of £1 each	1000
Allotted	
Ordinary shares of £1 each, fully paid	2

10. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS FUNDS
£

Profit for the year	11756
New shares issued during the year	2
Net additions during the year	11758

11. CONTINGENT LIABILITIES

There were no contingent liabilities at 28th February 1994

12. CAPITAL COMMITMENTS

At the year end the company had no capital commitments.

13. TRANSACTIONS WITH DIRECTORS

At no stage during the year were the directors indebted to the company. No goods were purchased from any firms in which the directors had a material interest.