

A. B. GARAGE EQUIPMENT LIMITED

Directors' Report and Financial Statements
for the Year Ended 30 April 2007

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A. B. GARAGE EQUIPMENT LIMITED

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A. B. GARAGE EQUIPMENT LIMITED

Officers and Advisers

Directors

A Botcherby

A Shield (appointed 1 June 2007)

S Botcherby (appointed 1 June 2007)

Secretary

A J Botcherby

Registered office

Unit 2 Donkin Road
Armstrong Industrial Estate
Washington
Tyne and Wear
NE34 1PF

Bankers

Lloyds TSB
West Street
Gateshead
Tyne and Wear

A. B. GARAGE EQUIPMENT LIMITED
Directors' Report for the Year Ended 30 April 2007

The directors present their report and the financial statements for the year ended 30 April 2007

Principal activity

The principal activity of the company is that of the sales, service and supply of garage equipment

Director

The director who held office during the year was as follows

- A Botcherby

The following directors were appointed after the year end

A Shield (appointed 1 June 2007)

S Botcherby (appointed 1 June 2007)

Election to dispense laying accounts

In accordance with s 252, Companies Act 1985, the company has elected to dispense with laying accounts before the members in general meeting. Members, however, may by notice in writing to the company at its registered office require that accounts are laid before the members in general meeting.

Small company provisions

This report has 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 11 February 2008 and signed on its behalf by



A J Botcherby
Company Secretary

A. B. GARAGE EQUIPMENT LIMITED
Profit and Loss Account for the Year Ended 30 April 2007

	Note	2007 £	2006 £
Turnover		958,850	591,718
Cost of sales		(731,619)	(423,189)
Gross profit		<u>227,231</u>	<u>168,529</u>
Administrative expenses		(186,332)	(176,485)
Other operating income	2	-	250
Operating profit/(loss)	3	<u>40,899</u>	<u>(7,706)</u>
Other interest receivable and similar income		237	210
Interest payable and similar charges	6	(4,646)	(4,332)
Profit/(loss) on ordinary activities before taxation		<u>36,490</u>	<u>(11,828)</u>
Tax on profit/(loss) on ordinary activities	7	(6,729)	1,329
Profit/(loss) for the financial year	14	<u>29,761</u>	<u>(10,499)</u>
Profit and loss reserve brought forward		5,984	34,482
Dividends	8	(30,000)	(18,000)
Profit and loss reserve carried forward		<u><u>5,745</u></u>	<u><u>5,983</u></u>

Turnover and operating profit/(loss) derive wholly from continuing operations

The company has no recognised gains or losses for the year other than the results above

There is no material difference between the result reported above and the result on an unmodified historical cost basis

The notes on pages 5 to 10 form an integral part of these financial statements

A. B. GARAGE EQUIPMENT LIMITED

Balance Sheet as at 30 April 2007

		2007	2006
	Note	£	£
Fixed assets			
Tangible assets	9	42,888	38,855
Current assets			
Stocks		32,915	53,089
Debtors	10	133,719	63,729
Cash at bank and in hand		167	92
		<u>166,801</u>	<u>116,910</u>
Creditors: Amounts falling due within one year	11	<u>(178,271)</u>	<u>(124,129)</u>
Net current liabilities		<u>(11,470)</u>	<u>(7,219)</u>
Total assets less current liabilities		31,418	31,636
Creditors: Amounts falling due after more than one year	12	<u>(24,673)</u>	<u>(24,653)</u>
Net assets		<u>6,745</u>	<u>6,983</u>
Capital and reserves			
Called up share capital	13	1,000	1,000
Profit and loss reserve	14	<u>5,745</u>	<u>5,983</u>
Equity shareholders' funds	15	<u>6,745</u>	<u>6,983</u>

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies, section 246(8)

For the financial year ended 30 April 2007, the company was entitled to exemption from audit under section 249A(1) of the Companies Act 1985, and no notice has been deposited under section 249B(2) requesting an audit. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the 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 Companies Act 1985, so far as applicable to the company.

Approved by the Board on 11 February 2008 and signed on its behalf by



A. Botcherby
Director

The notes on pages 5 to 10 form an integral part of these financial statements

A. B. GARAGE EQUIPMENT LIMITED

Notes to the Financial Statements for the Year Ended 30 April 2007

1 Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention

Cash flow statement

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirements to prepare such a statement

Going concern

These financial statements have been prepared on a going concern basis

Turnover

Turnover represents amounts invoiced, net of value added tax, in respect of the sale of goods and services to customers

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows

Computer equipment	25% reducing balance basis
Fixtures and fittings	10% reducing balance basis
Motor vehicles	25% reducing balance basis

Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs

Hire purchase and finance lease contracts

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and are depreciated over their useful lives. The capital elements of future obligations under the leases are included as liabilities in the balance sheet. The interest element of the rental obligation is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Assets acquired under instalment finance agreements are treated as tangible fixed assets and depreciation is provided accordingly. The capital element of future finance payments is included within creditors. Finance charges are allocated to accounting periods over the length of the contract.

Operating leases

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

Capital instruments

Shares are included in shareholders' funds. Other instruments are classified as liabilities if they contain an obligation to transfer economic benefits and if not they are included in shareholders' funds. The finance cost recognised in the profit and loss account in respect of capital instruments other than equity shares is allocated to periods over the term of the instrument at a constant rate on the carrying amount.

A. B. GARAGE EQUIPMENT LIMITED

Notes to the Financial Statements for the Year Ended 30 April 2007

continued

2 Other operating income

	2007 £	2006 £
Other income	-	250

3 Operating profit/(loss)

Operating profit/(loss) is stated after charging

	2007 £	2006 £
Loss on sale of tangible fixed assets	1,970	2,431
Depreciation of owned tangible fixed assets	13,668	12,512

4 Particulars of employees

The aggregate payroll costs of these persons were as follows

	2007 £	2006 £
Wages and salaries	195,671	171,275

5 Director's emoluments

The director's emoluments for the year are as follows

	2007 £	2006 £
Director's emoluments (including benefits in kind)	5,000	4,800

6 Interest payable and similar charges

	2007 £	2006 £
Bank interest payable	1,256	854
Other interest payable	-	41
Hire purchase interest	3,390	3,437
	4,646	4,332

A. B. GARAGE EQUIPMENT LIMITED

Notes to the Financial Statements for the Year Ended 30 April 2007

continued

7 Taxation

Analysis of current period tax charge/(credit)

	2007	2006
	£	£
Current tax		
Corporation tax charge	<u>6,729</u>	<u>(1,329)</u>

8 Dividends

	2007	2006
	£	£
Equity dividends		
Paid	<u>30,000</u>	<u>18,000</u>

A. B. GARAGE EQUIPMENT LIMITED

Notes to the Financial Statements for the Year Ended 30 April 2007

continued

9 Tangible fixed assets

	Fixtures and fittings £	Motor vehicles £	Office equipment £	Total £
Cost				
As at 1 May 2006	3,022	58,896	2,553	64,471
Additions	1,186	22,543	441	24,170
Disposals	-	(11,500)	-	(11,500)
As at 30 April 2007	<u>4,208</u>	<u>69,939</u>	<u>2,994</u>	<u>77,141</u>
Depreciation				
As at 1 May 2006	1,070	22,824	1,722	25,616
Eliminated on disposals	-	(5,030)	-	(5,030)
Charge for the year	314	13,036	317	13,667
As at 30 April 2007	<u>1,384</u>	<u>30,830</u>	<u>2,039</u>	<u>34,253</u>
Net book value				
As at 30 April 2007	<u>2,824</u>	<u>39,109</u>	<u>955</u>	<u>42,888</u>
As at 30 April 2006	<u>1,952</u>	<u>36,072</u>	<u>831</u>	<u>38,855</u>

Hire purchase agreements

Included within the total net book value of tangible fixed assets is £39,109 (2006 - £36,071) in respect of assets held under finance leases and similar hire purchase contracts. Depreciation for the year on these assets was £13,036 (2006 - £12,019).

10 Debtors

	2007 £	2006 £
Trade debtors	127,679	40,349
Other debtors	-	21,800
Prepayments and accrued income	6,040	1,580
	<u>133,719</u>	<u>63,729</u>

A. B. GARAGE EQUIPMENT LIMITED

Notes to the Financial Statements for the Year Ended 30 April 2007

continued

11 Creditors: Amounts falling due within one year

	2007 £	2006 £
Bank loans and overdrafts	73,387	85,011
Obligations under finance leases and hire purchase contracts	15,937	13,602
Trade creditors	48,092	15,440
Corporation tax	5,400	-
Social security and other taxes	27,911	4,691
Director current accounts	5,309	1,908
Accruals and deferred income	2,235	3,477
	<u>178,271</u>	<u>124,129</u>

12 Creditors: Amounts falling due after more than one year

	2007 £	2006 £
Obligations under finance leases and hire purchase contracts	<u>24,673</u>	<u>24,653</u>

13 Share capital

	2007 £	2006 £
Authorised		
Equity		
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
Allotted, called up and fully paid		
Equity		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

14 Reserves

	Profit and loss reserve £
Balance at 1 May 2006	5,984
Transfer from profit and loss account for the year	29,761
Dividends	<u>(30,000)</u>
Balance at 30 April 2007	<u>5,745</u>

A. B. GARAGE EQUIPMENT LIMITED

Notes to the Financial Statements for the Year Ended 30 April 2007

continued

15 Reconciliation of movements in shareholders' funds

	2007 £	2006 £
Profit/(loss) attributable to members of the company	29,761	(10,499)
Dividends	(30,000)	(18,000)
	<u>(239)</u>	<u>(28,499)</u>
Opening equity shareholders' funds	6,983	35,482
Closing equity shareholders' funds	<u>6,745</u>	<u>6,983</u>

16 Operating lease commitments

As at 30 April 2007 the company had annual commitments under non-cancellable operating leases as follows

	Land and Buildings	
	2007 £	2006 £
Within two and five years	10,900	-
Over five years	-	10,900
	<u>10,900</u>	<u>10,900</u>

17 Related parties

Controlling entity

The company is controlled by the director who has an interest in 100% of the called up share capital