

REGISTERED NUMBER: 04316950 (England and Wales)

**ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 28 FEBRUARY 2007
FOR
MOTOR DEPOT LIMITED**

Bradbury & Co

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MOTOR DEPOT LIMITED

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FOR THE YEAR ENDED 28 FEBRUARY 2007**

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MOTOR DEPOT LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 28 FEBRUARY 2007

DIRECTORS:

R J Wilkinson
Mrs J Wilkinson
P J Wilkinson

SECRETARY:

Mrs J Wilkinson

REGISTERED OFFICE:

Clarence Street
Hull
HU9 1DW

REGISTERED NUMBER

04316950 (England and Wales)

AUDITORS

Bradbury & Co (Accountants) Limited
Chartered Certified Accountants
and Registered Auditors
Driffield

MOTOR DEPOT LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 28 FEBRUARY 2007

The directors present their report with the accounts of the company for the year ended 28 February 2007

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of garage proprietor, including the retailing of motor vehicles, parts and sundries

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed accounts

DIVIDENDS

During the year interim dividends of £74,463 were paid and the directors recommend that no final dividend be paid

DIRECTORS

The directors shown below have held office during the whole of the period from 1 March 2006 to the date of this report

R J Wilkinson
Mrs J Wilkinson
P J Wilkinson

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing 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). The financial statements are required by law to 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 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 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 financial statements 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

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 234ZA of the Companies Act 1985) 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

MOTOR DEPOT LIMITED

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 28 FEBRUARY 2007**

AUDITORS

The auditors, Bradbury & Co (Accountants) Limited, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985

ON BEHALF OF THE BOARD.



Mrs J Wilkinson - Secretary

6 December 2007

**REPORT OF THE INDEPENDENT AUDITORS TO
MOTOR DEPOT LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on pages five to fourteen, together with the financial statements of Motor Depot Limited for the year ended 28 February 2007 prepared under Section 226 of the Companies Act 1985

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. 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 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2006/3 "The Special Auditor's Report on Abbreviated Accounts in the United Kingdom" 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 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.

Bradbury & Co (Accountants) Limited

Bradbury & Co (Accountants) Limited
Chartered Certified Accountants
and Registered Auditors
Driffield

Date *19 December 2007.*

MOTOR DEPOT LIMITED

**ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 28 FEBRUARY 2007**

	Notes	2007 £	2006 £
GROSS PROFIT		2,199,953	1,325,748
Administrative expenses		(1,359,980)	(1,089,356)
OPERATING PROFIT	3	839,973	236,392
Interest receivable and similar income		6,348	-
		846,321	236,392
Interest payable and similar charges	4	(92,303)	(16,692)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		754,018	219,700
Tax on profit on ordinary activities	5	(227,750)	(51,291)
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		526,268	168,409
PROFIT FOR THE YEAR		526,268	168,409
Retained profit brought forward		344,556	267,677
		870,824	436,086
Dividends	6	(74,463)	(91,530)
RETAINED PROFIT CARRIED FORWARD		796,361	344,556

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

MOTOR DEPOT LIMITED
ABBREVIATED BALANCE SHEET
28 FEBRUARY 2007

	Notes	2007 £	2006 £
FIXED ASSETS			
Tangible assets	7	172,959	100,826
CURRENT ASSETS			
Stocks	8	3,565,897	2,216,697
Debtors	9	576,566	139,645
Cash at bank and in hand		1,242	1,388
		<u>4,143,705</u>	<u>2,357,730</u>
CREDITORS			
Amounts falling due within one year	10	(3,509,847)	(2,109,900)
NET CURRENT ASSETS		<u>633,858</u>	<u>247,830</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		806,817	348,656
PROVISIONS FOR LIABILITIES	14	(9,456)	(3,100)
NET ASSETS		<u>797,361</u>	<u>345,556</u>
CAPITAL AND RESERVES			
Called up share capital	15	1,000	1,000
Profit and loss account		796,361	344,556
SHAREHOLDERS' FUNDS	17	<u>797,361</u>	<u>345,556</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies

The financial statements were approved by the Board of Directors on 6 December 2007 and were signed on its behalf by

R J Wilkinson

R J Wilkinson - Director

J. Wilk

Mrs J Wilkinson - Director

The notes form part of these abbreviated accounts

MOTOR DEPOT LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 28 FEBRUARY 2007

	Notes	2007 £	2006 £
Net cash inflow/(outflow) from operating activities	1	521,222	(391,134)
Returns on investments and servicing of finance	2	(85,955)	(16,692)
Taxation		(57,366)	(98,000)
Capital expenditure	2	(131,797)	(65,529)
Equity dividends paid		(74,463)	(91,530)
		171,641	(662,885)
Financing	2	(31,898)	(132,683)
Increase/(Decrease) in cash in the period		<u>139,743</u>	<u>(795,568)</u>
Reconciliation of net cash flow to movement in net debt	3		
Increase/(Decrease) in cash in the period		139,743	(795,568)
Cash outflow from decrease in debt and lease financing		<u>604</u>	<u>5,924</u>
Change in net debt resulting from cash flows		<u>140,347</u>	<u>(789,644)</u>
Movement in net debt in the period		140,347	(789,644)
Net debt at 1 March		<u>(1,077,394)</u>	<u>(287,750)</u>
Net debt at 28 February		<u>(937,047)</u>	<u>(1,077,394)</u>

The notes form part of these abbreviated accounts

MOTOR DEPOT LIMITED

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 28 FEBRUARY 2007**

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

	2007 £	2006 £
Operating profit	839,973	236,392
Depreciation charges	59,664	53,687
Increase in stocks	(1,349,200)	(506,843)
(Increase)/Decrease in debtors	(436,921)	242,974
Increase/(Decrease) in creditors	1,407,706	(417,344)
Net cash inflow/(outflow) from operating activities	<u>521,222</u>	<u>(391,134)</u>

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

	2007 £	2006 £
Returns on investments and servicing of finance		
Interest received	6,348	-
Interest paid	(92,209)	(15,564)
Interest element of hire purchase payments	(94)	(1,128)
Net cash outflow for returns on investments and servicing of finance	<u>(85,955)</u>	<u>(16,692)</u>
Capital expenditure		
Purchase of tangible fixed assets	(138,797)	(65,529)
Sale of tangible fixed assets	7,000	-
Net cash outflow for capital expenditure	<u>(131,797)</u>	<u>(65,529)</u>
Financing		
Capital repayments in year	(604)	(5,924)
Amount withdrawn by directors	(31,294)	(126,759)
Net cash outflow from financing	<u>(31,898)</u>	<u>(132,683)</u>

The notes form part of these abbreviated accounts

MOTOR DEPOT LIMITED

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 28 FEBRUARY 2007**

3 ANALYSIS OF CHANGES IN NET DEBT

	At 1/3/06 £	Cash flow £	At 28/2/07 £
Net cash			
Cash at bank and in hand	1,388	(146)	1,242
Bank overdraft	(1,078,178)	139,889	(938,289)
	<u>(1,076,790)</u>	<u>139,743</u>	<u>(937,047)</u>
 Debt			
Hire purchase	(604)	604	-
	<u>(604)</u>	<u>604</u>	<u>-</u>
 Total	<u>(1,077,394)</u>	<u>140,347</u>	<u>(937,047)</u>

The notes form part of these abbreviated accounts

MOTOR DEPOT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 28 FEBRUARY 2007

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax

Tangible fixed assets

Tangible fixed assets are written off in equal annual instalments over their expected useful lives as follows

Plant and equipment	5 years
Fixtures and fittings	5 years
Computer equipment	3 years
Tenants improvements	20 years

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease

2 STAFF COSTS

	2007 £	2006 £
Wages and salaries	<u>1,564,426</u>	<u>1,521,327</u>

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

	2007	2006
Sales and service	45	41
Administration	13	13
	<u>58</u>	<u>54</u>

3 OPERATING PROFIT

The operating profit is stated after charging

	2007 £	2006 £
Hire of plant and machinery	30,141	-
Depreciation - owned assets	<u>59,665</u>	<u>53,687</u>
Directors' emoluments	<u>21,981</u>	<u>17,020</u>

MOTOR DEPOT LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2007**

4 INTEREST PAYABLE AND SIMILAR CHARGES

	2007 £	2006 £
Bank interest	37,209	3,163
Other interest	55,000	12,401
Hire purchase	94	1,128
	<u>92,303</u>	<u>16,692</u>

5 TAXATION

Analysis of the tax charge

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

	2007 £	2006 £
Current tax		
UK corporation tax	221,394	55,400
Deferred tax	6,356	(4,109)
Tax on profit on ordinary activities	<u>227,750</u>	<u>51,291</u>

6 DIVIDENDS

	2007 £	2006 £
Ordinary shares of £1 each		
Interim	<u>74,463</u>	<u>91,530</u>

7 TANGIBLE FIXED ASSETS

	Tenants improvements £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST					
At 1 March 2006	-	78,397	87,055	72,639	238,091
Additions	76,435	14,380	33,724	14,257	138,796
Disposals	-	(10,000)	-	-	(10,000)
At 28 February 2007	<u>76,435</u>	<u>82,777</u>	<u>120,779</u>	<u>86,896</u>	<u>366,887</u>
DEPRECIATION					
At 1 March 2006	-	40,675	35,149	61,439	137,263
Charge for year	3,822	17,555	24,157	14,131	59,665
Eliminated on disposal	-	(3,000)	-	-	(3,000)
At 28 February 2007	<u>3,822</u>	<u>55,230</u>	<u>59,306</u>	<u>75,570</u>	<u>193,928</u>
NET BOOK VALUE					
At 28 February 2007	<u>72,613</u>	<u>27,547</u>	<u>61,473</u>	<u>11,326</u>	<u>172,959</u>
At 28 February 2006	<u>-</u>	<u>37,722</u>	<u>51,906</u>	<u>11,200</u>	<u>100,828</u>

MOTOR DEPOT LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2007**

7 TANGIBLE FIXED ASSETS - continued

At 28 February 2007 no tangible fixed assets were held under hire purchase contracts, (2006 - items included in plant and equipment with a net book value of £6,273)

8 STOCKS

	2007 £	2006 £
Motor vehicles and parts	3,537,883	2,196,047
Work-in-progress	28,014	20,650
	<u>3,565,897</u>	<u>2,216,697</u>

9 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2007 £	2006 £
Trade debtors	517,386	110,298
Other debtors	20,000	-
Daleream inter company balance	24,980	-
VAT	-	26,847
Prepayments and accrued income	14,200	2,500
	<u>576,566</u>	<u>139,645</u>

10 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2007 £	2006 £
Bank loans and overdrafts (see note 11)	938,289	1,078,178
Hire purchase contracts (see note 12)	-	604
Trade creditors	1,329,669	164,832
Tax	226,795	62,767
Social security and other taxes	126,959	43,620
Other creditors	200	4,150
Warranty provision	157,740	63,870
Car hire provision	39,500	39,500
Daleream inter company balance	-	82,783
Directors' current accounts	505,382	536,676
Accruals	185,313	32,920
	<u>3,509,847</u>	<u>2,109,900</u>

11 LOANS

An analysis of the maturity of loans is given below

	2007 £	2006 £
Amounts falling due within one year or on demand		
Bank overdrafts	<u>938,289</u>	<u>1,078,178</u>

MOTOR DEPOT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2007

12 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

	Hire purchase contracts	
	2007 £	2006 £
Net obligations repayable Within one year	-	604

The following operating lease payments are committed to be paid within one year

	Land and buildings	
	2007 £	2006 £
Expiring		
Between one and five years	12,500	12,500
In more than five years	132,000	132,000
	<u>144,500</u>	<u>144,500</u>

13 SECURED DEBTS

The following secured debts are included within creditors

	2007 £	2006 £
Bank overdrafts	938,289	1,078,178
Hire purchase contracts	-	604
	<u>938,289</u>	<u>1,078,782</u>

14 PROVISIONS FOR LIABILITIES

	2007 £	2006 £
Deferred tax	<u>9,456</u>	<u>3,100</u>
		Deferred tax
		£
Balance at 1 March 2006		3,100
Accelerated capital allowances		<u>6,356</u>
Balance at 28 February 2007		<u>9,456</u>

MOTOR DEPOT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued FOR THE YEAR ENDED 28 FEBRUARY 2007

15 CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid Number	Class	Nominal value £1	2007 £	2006 £
1,000	Ordinary		<u>1,000</u>	<u>1,000</u>

The above authorised, allotted, issued and fully paid share capital is divided between 450 'A', 450 'B', 50 'C' and 50 'D' ordinary shares

16 RELATED PARTY DISCLOSURES

Motor Depot Limited is held under the control of its directors, R J Wilkinson and Mrs J Wilkinson

Trade and other creditors and debtors include amounts due to and from companies which are also held under the common influence of R J Wilkinson and Mrs J Wilkinson as detailed below

	2007 £	2006 £
Daleream Limited	<u>24,980</u>	<u>(82,783)</u>

Movements in respect of the above which have arisen during the period are as follows -

	2007 £	2006 £
Balance brought forward	(82,783)	35,404
Funding provided to related parties	2,980,000	875,000
Repayment of funding provided to related parties	(3,050,000)	(804,192)
Sale of cars and servicing	2,844,954	1,560,684
Sales receipts	(2,578,951)	(1,575,182)
Purchase of cars	(6,327,360)	(5,577,937)
Purchase payments	6,239,120	5,403,440
Balance carried forward	<u>24,980</u>	<u>(82,783)</u>

17 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2007 £	2006 £
Profit for the financial year	526,268	168,409
Dividends	<u>(74,463)</u>	<u>(91,530)</u>
Net addition to shareholders' funds	451,805	76,879
Opening shareholders' funds	<u>345,556</u>	<u>268,677</u>
Closing shareholders' funds	<u>797,361</u>	<u>345,556</u>