

REGISTERED NUMBER: 04316950 (England and Wales)

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COPY

ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 29 FEBRUARY 2008
FOR
MOTOR DEPOT LIMITED

Bradbury & Co



MOTOR DEPOT LIMITED

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FOR THE YEAR ENDED 29 FEBRUARY 2008**

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MOTOR DEPOT LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 29 FEBRUARY 2008

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
Driffeld

MOTOR DEPOT LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 29 FEBRUARY 2008

The directors present their report with the accounts of the company for the year ended 29 February 2008.

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.

The key financial highlights are as follows:

	2008 £000	2007 £000	2006 £000	2005 £000
Turnover	42,753	30,329	20,377	14,162
Profit before tax	525	754	218	375
Net Assets	1,074	797	345	268

The company continues to trade profitably in the very competitive motor trade. The company expanded its operations by acquiring the lease on a prime site at Scunthorpe and promoting internet sales through it's improved website.

The setup costs of the new site has resulted in a decrease of 229K in profit for the period and an increase in the debt of the company to finance the additional stock required for the increased trading.

The major risks facing the company are in respect of the decline in the national economy leading to a drop in demand for cars.

DIVIDENDS

During the year interim dividends of £96,553 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 2007 to the date of this report.

R J Wilkinson
Mrs J Wilkinson
P J Wilkinson

MOTOR DEPOT LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 29 FEBRUARY 2008

FINANCIAL INSTRUMENTS

The company's principal financial instruments comprise of bank balances, bank overdrafts and loans, trade debtors, trade creditors and hire purchase contracts. The main purpose of these instruments is to raise funds and finance for the company's operations.

Due to the nature of the financial instruments used by the company there is no exposure risk to price risk. The company's approach to managing other risks applicable to the financial instruments concerned is shown below.

In respect of bank balances, the liquidity risk is managed by maintaining a balance between the continuity of funding and flexibility through the use of overdrafts at floating rates of interest. The bank loans and hire purchase contracts are from financial institutions and the interest and repayments are fixed. The company manages the liquidity risk by ensuring there are sufficient funds to meet the repayments.

Trade debtors are managed in respect of credit and cash flow risk by policies concerning the credit offered to customers and the regular monitoring of amounts outstanding for both time and credit limits.

Trade creditors liquidity risk is managed by ensuring sufficient funds are available to meet amounts due.

MONETARY UNION

The company is committed to ensuring that its business procedures are appropriate and systems compliant with the consequences of the introduction of the Euro, whether or not the United Kingdom participates. Costs of compliance to date and in the future are not anticipated to be significant.

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 29 FEBRUARY 2008

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



4 February 2009

**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 six to fourteen, together with the financial statements of Motor Depot Limited for the year ended 29 February 2008 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: *6 February 2009*

Bradbury & Co

MOTOR DEPOT LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 29 FEBRUARY 2008

	Notes	2008 £	2007 £
GROSS PROFIT		2,200,745	2,199,953
Administrative expenses		(1,548,024)	(1,359,980)
OPERATING PROFIT	3	652,721	839,973
Interest receivable and similar income		526	6,348
		653,247	846,321
Interest payable and similar charges	4	(128,393)	(92,303)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		524,854	754,018
Tax on profit on ordinary activities	5	(151,416)	(227,750)
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		373,438	526,268
PROFIT FOR THE YEAR		373,438	526,268
Retained profit brought forward		796,361	344,556
		1,169,799	870,824
Dividends	6	(96,553)	(74,463)
RETAINED PROFIT CARRIED FORWARD		1,073,246	796,361

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
29 FEBRUARY 2008

	Notes	2008 £	2007 £
FIXED ASSETS			
Tangible assets	7	238,973	172,959
CURRENT ASSETS			
Stocks	8	7,199,666	3,565,897
Debtors	9	1,474,916	576,566
Cash at bank and in hand		299	1,242
		<u>8,674,881</u>	<u>4,143,705</u>
CREDITORS			
Amounts falling due within one year	10	(7,824,418)	(3,509,847)
NET CURRENT ASSETS		<u>850,463</u>	<u>633,858</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,089,436</u>	<u>806,817</u>
PROVISIONS FOR LIABILITIES	14	<u>(15,190)</u>	<u>(9,456)</u>
NET ASSETS		<u><u>1,074,246</u></u>	<u><u>797,361</u></u>
CAPITAL AND RESERVES			
Called up share capital	15	1,000	1,000
Profit and loss account		<u>1,073,246</u>	<u>796,361</u>
SHAREHOLDERS' FUNDS	17	<u><u>1,074,246</u></u>	<u><u>797,361</u></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 4 February 2009 and were signed on its behalf by:

R J Wilkinson - Director



Mrs J Wilkinson - Director



The notes form part of these abbreviated accounts



MOTOR DEPOT LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 29 FEBRUARY 2008

	Notes	2008 £	2007 £
Net cash (outflow)/inflow from operating activities	1	(2,740,270)	521,222
Returns on investments and servicing of finance	2	(127,867)	(85,955)
Taxation		(105,573)	(57,366)
Capital expenditure	2	(136,924)	(131,797)
Equity dividends paid		(96,553)	(74,463)
		<u>(3,207,187)</u>	<u>171,641</u>
Financing	2	1,163,459	(31,898)
(Decrease)/Increase in cash in the period		<u>(2,043,728)</u>	<u>139,743</u>
Reconciliation of net cash flow to movement in net debt	3		
(Decrease)/Increase in cash in the period		(2,043,728)	139,743
Cash outflow from decrease in debt and lease financing		-	604
Change in net debt resulting from cash flows		<u>(2,043,728)</u>	<u>140,347</u>
Movement in net debt in the period		<u>(2,043,728)</u>	<u>140,347</u>
Net debt at 1 March		<u>(937,047)</u>	<u>(1,077,394)</u>
Net debt at 29 February		<u>(2,980,775)</u>	<u>(937,047)</u>

The notes form part of these abbreviated accounts

MOTOR DEPOT LIMITED

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 29 FEBRUARY 2008**

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

	2008 £	2007 £
Operating profit	652,721	839,973
Depreciation charges	70,910	59,664
Increase in stocks	(3,633,769)	(1,349,200)
Increase in debtors	(898,350)	(436,921)
Increase in creditors	1,068,218	1,407,706
Net cash (outflow)/inflow from operating activities	(2,740,270)	521,222

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

	2008 £	2007 £
Returns on investments and servicing of finance		
Interest received	526	6,348
Interest paid	(128,393)	(92,209)
Interest element of hire purchase or finance lease rentals payments	-	(94)
Net cash outflow for returns on investments and servicing of finance	(127,867)	(85,955)
Capital expenditure		
Purchase of tangible fixed assets	(136,924)	(138,797)
Sale of tangible fixed assets	-	7,000
Net cash outflow for capital expenditure	(136,924)	(131,797)
Financing		
Capital repayments in year	-	(604)
Amount introduced by directors	1,223,459	-
Amount withdrawn by directors	(60,000)	(31,294)
Net cash inflow/(outflow) from financing	1,163,459	(31,898)

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1/3/07 £	Cash flow £	At 29/2/08 £
Net cash:			
Cash at bank and in hand	1,242	(943)	299
Bank overdrafts	(938,289)	(2,042,785)	(2,981,074)
	<u>(937,047)</u>	<u>(2,043,728)</u>	<u>(2,980,775)</u>
Total	<u>(937,047)</u>	<u>(2,043,728)</u>	<u>(2,980,775)</u>

The notes form part of these abbreviated accounts

MOTOR DEPOT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 29 FEBRUARY 2008

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

	2008 £	2007 £
Wages and salaries	<u>2,076,567</u>	<u>1,564,426</u>

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

	2008	2007
Sales and service	63	45
Administration	<u>10</u>	<u>13</u>
	<u>73</u>	<u>58</u>

3. OPERATING PROFIT

The operating profit is stated after charging:

	2008 £	2007 £
Hire of plant and machinery	39,332	30,141
Depreciation - owned assets	<u>70,911</u>	<u>59,665</u>
Directors' emoluments	<u>18,698</u>	<u>21,981</u>

MOTOR DEPOT LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2008**

4. INTEREST PAYABLE AND SIMILAR CHARGES

	2008 £	2007 £
Bank interest	79,428	37,209
Other interest	48,965	55,000
Hire purchase	-	94
	<u>128,393</u>	<u>92,303</u>

5. TAXATION

Analysis of the tax charge

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

	2008 £	2007 £
Current tax:		
UK corporation tax	145,682	221,394
Deferred tax	5,734	6,356
Tax on profit on ordinary activities	<u>151,416</u>	<u>227,750</u>

6. DIVIDENDS

	2008 £	2007 £
Ordinary shares of £1 each		
Interim	<u>96,553</u>	<u>74,463</u>

7. TANGIBLE FIXED ASSETS

	Tenants improvements £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST					
At 1 March 2007	76,435	82,777	120,779	86,896	366,887
Additions	22,000	27,812	42,272	44,841	136,925
At 29 February 2008	<u>98,435</u>	<u>110,589</u>	<u>163,051</u>	<u>131,737</u>	<u>503,812</u>
DEPRECIATION					
At 1 March 2007	3,822	55,230	59,306	75,570	193,928
Charge for year	4,922	15,610	28,868	21,511	70,911
At 29 February 2008	<u>8,744</u>	<u>70,840</u>	<u>88,174</u>	<u>97,081</u>	<u>264,839</u>
NET BOOK VALUE					
At 29 February 2008	<u>89,691</u>	<u>39,749</u>	<u>74,877</u>	<u>34,656</u>	<u>238,973</u>
At 28 February 2007	<u>72,613</u>	<u>27,547</u>	<u>61,473</u>	<u>11,326</u>	<u>172,959</u>

MOTOR DEPOT LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2008**

8. STOCKS

	2008 £	2007 £
Motor vehicles and parts	7,183,808	3,537,883
Work-in-progress	15,858	28,014
	<u>7,199,666</u>	<u>3,565,897</u>

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2008 £	2007 £
Trade debtors	629,015	517,386
Other debtors	-	20,000
Daleream inter company balance	774,953	24,980
VAT	53,558	-
Prepayments and accrued income	17,390	14,200
	<u>1,474,916</u>	<u>576,566</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2008 £	2007 £
Bank loans and overdrafts (see note 11)	2,981,074	938,289
Trade creditors	2,054,040	1,329,669
Tax	266,904	226,795
Social security and other taxes	70,498	126,959
Other creditors	-	200
Warranty provision	441,289	157,740
Car hire provision	36,000	39,500
Directors' current accounts	1,668,841	505,382
Accruals	305,772	185,313
	<u>7,824,418</u>	<u>3,509,847</u>

11. LOANS

An analysis of the maturity of loans is given below:

	2008 £	2007 £
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>2,981,074</u>	<u>938,289</u>

MOTOR DEPOT LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2008**

12. OPERATING LEASE COMMITMENTS

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

	Land and buildings	
	2008 £	2007 £
Expiring:		
Between one and five years	12,500	12,500
In more than five years	262,000	132,000
	<u>274,500</u>	<u>144,500</u>

13. SECURED DEBTS

The following secured debts are included within creditors:

	2008 £	2007 £
Bank overdrafts	<u>2,981,074</u>	<u>938,289</u>

14. PROVISIONS FOR LIABILITIES

	2008 £	2007 £
Deferred tax	<u>15,190</u>	<u>9,456</u>
		Deferred tax £
Balance at 1 March 2007		9,456
Accelerated capital allowances		5,734
Balance at 29 February 2008		<u>15,190</u>

15. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	2008 £	2007 £
1,000	Ordinary	£1	<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.

MOTOR DEPOT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued FOR THE YEAR ENDED 29 FEBRUARY 2008

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.

	2008	2007
Daleream Limited	£774,953	£24,980

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

	2008 £	2007 £
Balance brought forward	24,980	(82,783)
Funding provided to related parties	4,283,482	2,980,000
Repayment of funding provided to related parties	(2,500,100)	(3,050,000)
Sale of cars and servicing	4,023,986	2,844,954
Sales receipts	(4,115,490)	(2,578,951)
Purchase of cars	(9,474,431)	(6,327,360)
Purchase payments	8,532,526	6,239,120
Balance carried forward	£774,953	£24,980

17. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2008 £	2007 £
Profit for the financial year	373,438	526,268
Dividends	(96,553)	(74,463)
Net addition to shareholders' funds	276,885	451,805
Opening shareholders' funds	797,361	345,556
Closing shareholders' funds	1,074,246	797,361