

REGISTRAR
COPY

ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 28 FEBRUARY 2009
FOR
MOTOR DEPOT LIMITED



Bradbury & Co

Chartered Tax Advisers, Accountants & Registered Auditors



MOTOR DEPOT LIMITED

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FOR THE YEAR ENDED 28 FEBRUARY 2009**

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MOTOR DEPOT LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 28 FEBRUARY 2009

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 2009

The directors present their report with the accounts of the company for the year ended 28 February 2009.

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 key financial highlights are as follows:

	2009 £000	2008 £000	2007 £000	2006 £000	2005 £000
Turnover	52,242	42,773	30,329	20,377	14,162
Profit before tax	497	525	754	218	375
Net Assets	1,258	1,074	797	345	268

The company continues to trade profitably in the very competitive motor trade.

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 £178,482 (2008 - £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 2008 to the date of this report.

R J Wilkinson
Mrs J Wilkinson
P J Wilkinson

FINANCIAL INSTRUMENTS

The company's principal financial instruments comprise of bank balances, bank overdrafts, trade debtors, trade creditors and director's loan accounts. 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.

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.

MOTOR DEPOT LIMITED

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 28 FEBRUARY 2009**

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.

AUDITORS

The auditors, Bradbury & Co (Accountants) Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

Mrs J Wilkinson - Secretary



20 July 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 five to fourteen, together with the financial statements of Motor Depot Limited for the year ended 28 February 2009 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 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
Drifffield

Date: 12 November 2009

MOTOR DEPOT LIMITED

**ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 28 FEBRUARY 2009**

	Notes	2009 £	2008 £
GROSS PROFIT		3,389,200	2,219,937
Administrative expenses		(2,605,771)	(1,567,216)
OPERATING PROFIT	3	783,429	652,721
Interest receivable and similar income		-	526
		783,429	653,247
Interest payable and similar charges	4	(286,020)	(128,393)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		497,409	524,854
Tax on profit on ordinary activities	5	(135,530)	(151,416)
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		361,879	373,438
PROFIT FOR THE YEAR		361,879	373,438
Retained profit brought forward		1,073,246	796,361
		1,435,125	1,169,799
Dividends	6	(178,482)	(96,553)
RETAINED PROFIT CARRIED FORWARD		1,256,643	1,073,246

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 2009

	Notes	2009 £	2008 £
FIXED ASSETS			
Tangible assets	7	241,699	238,973
Investment property	8	756,061	-
		<u>997,760</u>	<u>238,973</u>
CURRENT ASSETS			
Stocks	9	3,489,526	7,199,666
Debtors	10	804,018	1,474,916
Cash in hand		170	299
		<u>4,293,714</u>	<u>8,674,881</u>
CREDITORS			
Amounts falling due within one year	11	(4,018,031)	(7,824,418)
NET CURRENT ASSETS		<u>275,683</u>	<u>850,463</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,273,443</u>	<u>1,089,436</u>
PROVISIONS FOR LIABILITIES	15	<u>(15,800)</u>	<u>(15,190)</u>
NET ASSETS		<u><u>1,257,643</u></u>	<u><u>1,074,246</u></u>
CAPITAL AND RESERVES			
Called up share capital	16	1,000	1,000
Profit and loss account		<u>1,256,643</u>	<u>1,073,246</u>
SHAREHOLDERS' FUNDS	18	<u><u>1,257,643</u></u>	<u><u>1,074,246</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 20 July 2009 and were signed on its behalf by:

x *R J Wilkinson*

R J Wilkinson - Director

x *J. Wilkinson*

Mrs J Wilkinson - Director

The notes form part of these abbreviated accounts

MOTOR DEPOT LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 28 FEBRUARY 2009

	Notes	2009 £	2008 £
Net cash inflow/(outflow) from operating activities	1	4,269,634	(2,740,270)
Returns on investments and servicing of finance	2	(286,020)	(127,867)
Taxation		(220,540)	(105,573)
Capital expenditure and financial investment	2	(853,523)	(136,924)
Equity dividends paid		(178,482)	(96,553)
		2,731,069	(3,207,187)
Financing	2	(181,337)	1,163,459
Increase/(Decrease) in cash in the period		<u>2,549,732</u>	<u>(2,043,728)</u>
Reconciliation of net cash flow to movement in net debt	3		
Increase/(Decrease) in cash in the period		<u>2,549,732</u>	<u>(2,043,728)</u>
Change in net debt resulting from cash flows		<u>2,549,732</u>	<u>(2,043,728)</u>
Movement in net debt in the period		<u>2,549,732</u>	<u>(2,043,728)</u>
Net debt at 1 March		<u>(2,980,775)</u>	<u>(937,047)</u>
Net debt at 28 February		<u>(431,043)</u>	<u>(2,980,775)</u>

The notes form part of these abbreviated accounts

MOTOR DEPOT LIMITED

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 28 FEBRUARY 2009**

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

	2009 £	2008 £
Operating profit	783,429	652,721
Depreciation charges	94,736	70,910
Decrease/(Increase) in stocks	3,710,140	(3,633,769)
Decrease/(Increase) in debtors	670,898	(898,350)
(Decrease)/Increase in creditors	(989,569)	1,068,218
Net cash inflow/(outflow) from operating activities	<u><u>4,269,634</u></u>	<u><u>(2,740,270)</u></u>

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

	2009 £	2008 £
Returns on investments and servicing of finance		
Interest received	-	526
Interest paid	(286,020)	(128,393)
Net cash outflow for returns on investments and servicing of finance	<u><u>(286,020)</u></u>	<u><u>(127,867)</u></u>
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(97,462)	(136,924)
Purchase of investment property	(756,061)	-
Net cash outflow for capital expenditure and financial investment	<u><u>(853,523)</u></u>	<u><u>(136,924)</u></u>
Financing		
Amount introduced by directors	-	1,309,835
Amount withdrawn by directors	(181,337)	(146,376)
Net cash (outflow)/inflow from financing	<u><u>(181,337)</u></u>	<u><u>1,163,459</u></u>

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1/3/08 £	Cash flow £	At 28/2/09 £
Net cash:			
Cash at bank and in hand	299	(129)	170
Bank overdrafts	(2,981,074)	2,549,861	(431,213)
	<u><u>(2,980,775)</u></u>	<u><u>2,549,732</u></u>	<u><u>(431,043)</u></u>
Total	<u><u>(2,980,775)</u></u>	<u><u>2,549,732</u></u>	<u><u>(431,043)</u></u>

The notes form part of these abbreviated accounts

MOTOR DEPOT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 28 FEBRUARY 2009

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

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in market value is transferred to a revaluation reserve.

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

	2009 £	2008 £
Wages and salaries	2,600,030	1,925,784
Social security costs	240,343	150,783
	<u>2,840,373</u>	<u>2,076,567</u>

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

	2009	2008
Sales and service	88	63
Administration	12	10
	<u>100</u>	<u>73</u>

MOTOR DEPOT LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2009**

3. OPERATING PROFIT

The operating profit is stated after charging:

	2009	2008
	£	£
Hire of plant and machinery	31,720	39,332
Depreciation - owned assets	94,736	70,911
Auditor's remuneration	12,000	16,500
	<u>19,542</u>	<u>18,698</u>
Directors' emoluments	<u>19,542</u>	<u>18,698</u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	2009	2008
	£	£
Bank interest	131,557	79,428
Other interest	154,463	48,965
	<u>286,020</u>	<u>128,393</u>

5. TAXATION

Analysis of the tax charge

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

	2009	2008
	£	£
Current tax:		
UK corporation tax	134,920	145,682
Deferred tax	610	5,734
Tax on profit on ordinary activities	<u>135,530</u>	<u>151,416</u>

6. DIVIDENDS

	2009	2008
	£	£
Ordinary shares of £1 each		
Interim	<u>178,482</u>	<u>96,553</u>

MOTOR DEPOT LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2009**

7. TANGIBLE FIXED ASSETS

	Tenants improvements £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST					
At 1 March 2008	98,435	110,589	163,051	131,737	503,812
Additions	-	66,143	13,284	18,035	97,462
At 28 February 2009	98,435	176,732	176,335	149,772	601,274
DEPRECIATION					
At 1 March 2008	8,744	70,840	88,174	97,081	264,839
Charge for year	9,844	28,485	30,706	25,701	94,736
At 28 February 2009	18,588	99,325	118,880	122,782	359,575
NET BOOK VALUE					
At 28 February 2009	79,847	77,407	57,455	26,990	241,699
At 29 February 2008	89,691	39,749	74,877	34,656	238,973

8. INVESTMENT PROPERTY

	Total £
COST	
Additions	756,061
At 28 February 2009	756,061
NET BOOK VALUE	
At 28 February 2009	756,061

9. STOCKS

	2009 £	2008 £
Motor vehicles and parts	3,466,761	7,183,808
Work-in-progress	22,765	15,858
	<u>3,489,526</u>	<u>7,199,666</u>

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2009 £	2008 £
Trade debtors	513,515	629,015
Daleream Limited	243,157	774,953
VAT	-	53,558
Prepayments and accrued income	47,346	17,390
	<u>804,018</u>	<u>1,474,916</u>

MOTOR DEPOT LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2009**

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2009 £	2008 £
Bank loans and overdrafts (see note 12)	431,213	2,981,074
Trade creditors	389,128	2,054,040
Tax	181,284	266,904
Social security and other taxes	75,599	70,498
VAT	189,941	-
Warranty and servicing provision	890,111	441,289
Car hire provision	-	36,000
Directors' current accounts	1,487,504	1,668,841
Accruals	373,251	305,772
	<u>4,018,031</u>	<u>7,824,418</u>

12. LOANS

An analysis of the maturity of loans is given below:

	2009 £	2008 £
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>431,213</u>	<u>2,981,074</u>

13. OPERATING LEASE COMMITMENTS

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

		Land and buildings
	2009 £	2008 £
Expiring:		
Between one and five years	12,500	12,500
In more than five years	360,000	262,000
	<u>372,500</u>	<u>274,500</u>

14. SECURED DEBTS

The following secured debts are included within creditors:

	2009 £	2008 £
Bank overdrafts	<u>431,213</u>	<u>2,981,074</u>

15. PROVISIONS FOR LIABILITIES

	2009 £	2008 £
Deferred tax	<u>15,800</u>	<u>15,190</u>

MOTOR DEPOT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued FOR THE YEAR ENDED 28 FEBRUARY 2009

15. PROVISIONS FOR LIABILITIES - continued

	Deferred tax £
Balance at 1 March 2008	15,190
Accelerated capital allowances	610
Balance at 28 February 2009	<u>15,800</u>

16. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	2009 £	2008 £
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.

17. RELATED PARTY DISCLOSURES

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

Daleream Limited is a company also held under the common influence of R J Wilkinson and Mrs J Wilkinson.

During the year, the following transactions arose between Daleream Limited and Motor Depot Limited:

	2009 £	2008 £
Balance brought forward	774,953	24,980
Funding provided to related parties	-	4,283,482
Repayment of funding provided to related parties	(550,000)	(2,500,100)
Sale of cars and servicing	1,540,732	4,023,986
Sale receipts	(1,678,836)	(4,115,490)
Purchase of cars and servicing	(14,286,199)	(9,474,431)
Purchase payments	14,450,998	8,532,526
Property rent charged	(120,000)	(120,000)
Property rent payments	120,000	120,000
Expenditure funded by Daleream Limited	(851)	-
Repayment of expenditure funded by Daleream Limited	179,360	-
Balance carried forward	<u>243,157</u>	<u>774,953</u>

MOTOR DEPOT LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2009**

18. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2009 £	2008 £
Profit for the financial year	361,879	373,438
Dividends	(178,482)	(96,553)
Net addition to shareholders' funds	183,397	276,885
Opening shareholders' funds	1,074,246	797,361
Closing shareholders' funds	1,257,643	1,074,246