

Registered number  
5262236

AC Automotive Limited

Accounts

31 October 2007

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## **AC Automotive Limited**

### **Directors' Report**

The directors present their annual report and accounts of the company for the year ended 31 October 2007

#### **Incorporation**

The company was incorporated on 18th October 2004 and commenced trading on 1st December 2004

#### **Principal activities**

The company's principal activity during the year was that of the supply, servicing and distribution of vehicle air conditioning parts and systems

#### **Directors**

The directors who served during the year and their interests in the share capital of the company were as follows

	£1 Ordinary shares	
	<u>2007</u>	<u>2006</u>
D P Mather	1	1
G L Mather	1	1
J Lucarotti	1	1
T Howard	1	1
G Hancox	1	1
	<u>5</u>	<u>5</u>

#### **Dividends**

No dividends were paid in the year (2006- £61500)

#### **Small company special provisions**

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

This report was approved by the board on 11 March 2008

D Mather  
Director



J Lucarotti  
Director



**AC Automotive Limited**  
**Accountants' Report**

**Accountants' report on the unaudited accounts  
to the director of AC Automotive Limited**

In accordance with the engagement letter dated 7th March 2006, and in order to assist you to fulfil your duties under the Companies Act 1985, I have compiled the financial statements of the company and the related notes from the accounting records and information and explanations you have given to me

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of my engagement. My work has been undertaken so that I might compile the financial statements that I have been engaged to compile, report to the Company's Board of Directors that I have done so, and state those matters that I have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Company and the Company's Board of Directors, as a body, for my work or for this report.

I have carried out this engagement in accordance with the technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31 October 2007 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

I have not been instructed to carry out an audit of the financial statements. For this reason, I have not verified the accuracy or completeness of the accounting records or information and explanations you have given to me and do not, therefore, express any opinion on the financial statements.

D Horgan  
Avalon Accounting  
Chartered Accountants  
11 Penny Close  
Longlevens  
Gloucester  
GL2 0NP

11 March 2008

**AC Automotive Limited**  
**Profit and Loss Account**  
**for the year ended 31 October 2007**

	Notes	2007 £	2006 £
Turnover		294,681	343,572
Cost of sales		113,803	103,976
<b>Gross profit</b>		<u>180,878</u>	<u>239,596</u>
Administrative expenses		(174,255)	(157,058)
<b>Operating profit</b>	2	<u>6,623</u>	<u>82,538</u>
Interest receivable		-	341
<b>Profit on ordinary activities before taxation</b>		<u>6,623</u>	<u>82,879</u>
Tax on profit on ordinary activities	3	(8,209)	(15,747)
<b>Loss for the financial year</b>		<u><u>(1,586)</u></u>	<u><u>67,132</u></u>

**AC Automotive Limited**  
**Balance Sheet**  
**as at 31 October 2007**

	Notes	2007 £	2006 £
<b>Fixed assets</b>			
Tangible assets	4	32,385	15,764
<b>Current assets</b>			
Stocks		14,753	12,032
Debtors	5	79,659	76,448
Cash at bank and in hand		-	120
		<u>94,412</u>	<u>88,600</u>
<b>Creditors, amounts falling due within one year</b>	6	(104,366)	(79,353)
<b>Net current liabilities</b>		<u>(9,954)</u>	<u>9,247</u>
<b>Total assets less current liabilities</b>		<u>22,431</u>	<u>25,011</u>
<b>Creditors, amounts falling due after more than one year</b>	7	(3,191)	(5,743)
<b>Provisions for liabilities and charges</b>	9	(2,612)	(1,054)
<b>Net assets</b>		<u><u>16,628</u></u>	<u><u>18,214</u></u>
<b>Capital and reserves</b>			
Called up share capital	8	5	5
Profit and loss account		16,623	18,209
<b>Shareholders' funds</b>		<u><u>16,628</u></u>	<u><u>18,214</u></u>

The directors are satisfied that the company is entitled to exemption under Section 249A (1) of the Companies Act 1985 and that no member or members have requested an audit pursuant to section 249B (2) of the Act

The directors acknowledge their responsibilities for

- (i) ensuring that the company keeps proper accounting records which comply with Section 221 of the Companies Act 1985, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of this act relating to accounts, so far as applicable to the company

The accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985

D Mather  
Director

Approved by the board on 11 March 2008

J Lucarotti  
Director

**AC Automotive Limited**  
**Notes to the Accounts**  
**for the year ended 31 October 2007**

**1 Accounting policies**

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007)

**Turnover**

Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts

**Depreciation**

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives

Leasehold Improvements	10% straight line
Motor vehicles	25% reducing balance
Equipment	20% straight line

**Stocks**

Stock is valued at the lower of cost and net realisable value

**Deferred taxation**

Full provision is made for deferred taxation from timing differences between the incidence of income and expenditure for taxation and accounting purposes Deferred tax is not provided on timing differences from the revaluation of fixed assets where there is no commitment to sell the asset

**Leasing and hire purchase commitments**

Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives

The interest element of the rental obligations 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

Rentals paid under operating leases are charged to income on a straight line basis over the lease term

<b>2 Operating profit</b>	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
This is stated after charging		
Depreciation of owned fixed assets	4,319	1,803
Depreciation of assets held on HP agreements	2,104	2,805
Directors' remuneration	45,469	48,650

**AC Automotive Limited**  
**Notes to the Accounts**  
**for the year ended 31 October 2007**

<b>3 Taxation</b>	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
UK corporation tax	6,651	15,975
Deferred tax charge	1,558	(228)
	<u>8,209</u>	<u>15,747</u>

**4 Tangible fixed assets**

	<b>Leasehold Impr'mnts</b>	<b>Motor Vehicles</b>	<b>Equipment</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost</b>				
At 1 November 2006	-	20,498	3,570	24,068
Additions	13,417	-	9,627	23,044
Disposals	-	-	-	-
At 31 October 2007	<u>13,417</u>	<u>20,498</u>	<u>13,197</u>	<u>47,112</u>
<b>Depreciation</b>				
At 1 November 2006	-	7,528	776	8,304
Charge for year	1,342	3,244	1,837	6,423
Disposals	-	-	-	-
At 31 October 2007	<u>1,342</u>	<u>10,772</u>	<u>2,613</u>	<u>14,727</u>
<b>Net book value</b>				
At 31 October 2007	<u>12,075</u>	<u>9,726</u>	<u>10,584</u>	<u>32,385</u>
At 31 October 2006	<u>-</u>	<u>12,970</u>	<u>2,794</u>	<u>15,764</u>

<b>5 Debtors</b>	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Trade debtors	65,159	73,741
Prepayments and other debtors	14,500	2,707
	<u>79,659</u>	<u>76,448</u>

<b>6 Creditors: amounts falling due within one year</b>	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	25,556	-
Obligations under finance lease and hire purchase contracts	2,552	2,552
Trade creditors	48,891	41,149
Corporation tax	14,826	15,975
Accruals	450	1,997
Other taxes and social security costs	11,223	4,180
Other creditors	868	13,500
	<u>104,366</u>	<u>79,353</u>

**AC Automotive Limited**  
**Notes to the Accounts**  
**for the year ended 31 October 2007**

<b>7 Creditors amounts falling due after one year</b>	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Obligations under finance lease and hire purchase contracts	3,191	5,743
	<u>3,191</u>	<u>5,743</u>
 <b>8 Share capital</b>	 <b>2007</b>	 <b>2006</b>
	<b>£</b>	<b>£</b>
Authorised Ordinary shares of £1 each	100	100
	<u>100</u>	<u>100</u>
	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Allotted, called up and fully paid Ordinary shares of £1 each	5	5
	<u>5</u>	<u>5</u>
 <b>9 Provisions for liabilities and charges</b>	 <b>2007</b>	 <b>2006</b>
	<b>£</b>	<b>£</b>
Deferred taxation		
At 1 November 2006	1,054	1,282
Charge/(credit) to profit and loss	1,558	(228)
At 31 October 2007	<u>2,612</u>	<u>1,054</u>

Deferred taxation provided in the accounts and the amounts not provided are as follows

	<b>Provided 2007</b>	<b>Potential 2007</b>	<b>Provided 2006</b>	<b>Potential 2006</b>
Capital allowances in advance of depreciation	<u>2,612</u>	<u>2,612</u>	<u>1,054</u>	<u>1,054</u>

**10 Transactions with directors**

The company has granted interest free loans of £4500 to J Lucarotti, £7000 to T Howard and £7000 to G Hancox. The loans are repayable over an indeterminate period.