

Company Registration No. 05816592 (England and Wales)

LOCAL CAR AND VAN RENTAL LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2009

TUESDAY



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COMPANIES HOUSE

Saffery Champness
CHARTERED ACCOUNTANTS

LOCAL CAR AND VAN RENTAL LIMITED

COMPANY INFORMATION

Directors	J Ryan S Parnaby G Easton C Cadman
Secretary	K Ryan
Company number	05816592
Registered office	1st Floor The Malthouse Malthouse Square Princes Risborough Buckinghamshire HP27 9AB
Auditors	Saffery Champness Fox House 26 Temple End High Wycombe Buckinghamshire HP13 5DR
Business address	1st Floor The Malthouse Malthouse Square Princes Risborough Buckinghamshire HP27 9AB
Solicitors	Jeffrey Green Russell Waverley House 7 - 12 Noel Street London W1F 8GQ

LOCAL CAR AND VAN RENTAL LIMITED

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LOCAL CAR AND VAN RENTAL LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 OCTOBER 2009

The directors present their report and financial statements for the year ended 31 October 2009.

Principal activities and review of the business

The company's principal activities during the year continued to be the provision of goods and services to the vehicle rental industry. During the year the company continued to strengthen its relationships with both customers and suppliers, and to expand its range of services. Despite a difficult financial environment, the company produced a satisfactory result for the year.

In the coming year the company intends to continue to develop its services to the rental industry.

Results and dividends

The results for the year are set out on page 5.

On 30 October 2009, in respect of the trading results for the year ended 31 October 2009, the Board of Directors declared an interim ordinary dividend of 35p per share, which was paid on 30 October 2009. On the same date, the Board of Directors declared a final ordinary dividend of 15p per share, which was paid on 30 November 2009.

Directors

The following directors have held office since 1 November 2008:

J Ryan
S Parnaby
G Easton
C Cadman

Auditors

Saffery Champness have expressed their willingness to remain in office as auditors of the company.

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and 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). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 accounting 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.

LOCAL CAR AND VAN RENTAL LIMITED

DIRECTORS' REPORT (continued) FOR THE YEAR ENDED 31 OCTOBER 2009

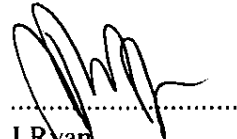
Statement of directors' responsibilities (continued)

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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 of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

On behalf of the board



J Ryan
Director

23/1/10.....

LOCAL CAR AND VAN RENTAL LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF LOCAL CAR AND VAN RENTAL LIMITED

We have audited the financial statements of Local Car and Van Rental Limited for the year ended 31 October 2009 set out on pages 5 to 17. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with sections 495 and 496 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement set out on pages 1 - 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements.

Opinion on financial statements

We have audited the financial statements of Local Car and Van Rental Limited for the year ended 31 October 2009 set out on pages 5 to 17. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with sections 495 and 496 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

- give a true and fair view of the state of the company's affairs as at 31 October 2009 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

LOCAL CAR AND VAN RENTAL LIMITED

**INDEPENDENT AUDITORS' REPORT (continued)
TO THE MEMBERS OF LOCAL CAR AND VAN RENTAL LIMITED**

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



**Karen Bartlett (Senior Statutory Auditor)
for and on behalf of Saffery Champness**

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**Chartered Accountants
Statutory Auditors**

28 January 2010

Fox House
26 Temple End
High Wycombe
Buckinghamshire
HP13 5DR

LOCAL CAR AND VAN RENTAL LIMITED**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 OCTOBER 2009**

	Notes	2009 £	2008 £
Turnover	2	19,151,951	20,941,448
Cost of sales		(18,131,557)	(20,181,040)
Gross profit		1,020,394	760,408
Administrative expenses		(588,962)	(482,525)
Operating profit	3	431,432	277,883
Other interest receivable and similar income	4	1,306	8,600
Interest payable and similar charges	5	(517)	(967)
Profit on ordinary activities before taxation		432,221	285,516
Tax on profit on ordinary activities	6	(126,764)	(107,258)
Profit for the year	15	305,457	178,258

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

The notes on pages 8 to 17 form part of these financial statements.

LOCAL CAR AND VAN RENTAL LIMITED

BALANCE SHEET AS AT 31 OCTOBER 2009

	Notes	2009 £	£	2008 £	£
Fixed assets					
Tangible assets	8	11,513,643		12,151,464	
Current assets					
Debtors	9	1,368,468		1,810,703	
Cash at bank and in hand		511,590		186,475	
		<u>1,880,058</u>		<u>1,997,178</u>	
Creditors: amounts falling due within one year	10	<u>(12,022,913)</u>		<u>(13,368,769)</u>	
Net current liabilities		<u>(10,142,855)</u>		<u>(11,371,591)</u>	
Total assets less current liabilities		<u>1,370,788</u>		<u>779,873</u>	
Creditors: amounts falling due after more than one year	11	(565,708)		(257,014)	
Provisions for liabilities	12	(234,022)		(107,258)	
		<u>571,058</u>		<u>415,601</u>	
Capital and reserves					
Called up share capital	14	300,000		300,000	
Profit and loss account	15	271,058		115,601	
Shareholders' funds	16	<u>571,058</u>		<u>415,601</u>	

The notes on pages 8 to 17 form part of these financial statements.

Approved by the Board and authorised for issue on 23/1/10

J Ryan
Director

G Easton
Director

Company Registration No. 05816592

LOCAL CAR AND VAN RENTAL LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 OCTOBER 2009

	Notes	£	2009 £	£	2008 £
Net cash inflow from operating activities	23		2,550,360		960,555
Returns on investments and servicing of finance					
Interest received		1,306		8,600	
Interest paid		(517)		(967)	
Net cash inflow for returns on investments and servicing of finance			789		7,633
Capital expenditure					
Payments to acquire tangible assets	(14,877,183)		(20,011,228)		
Receipts from sales of tangible assets	14,383,147		15,441,757		
Net cash outflow for capital expenditure			(494,036)		(4,569,471)
Equity dividends paid			(144,000)		(66,000)
Net cash inflow/(outflow) before management of liquid resources and financing			1,913,113		(3,667,283)
Financing					
Capital element of hire purchase contracts	(1,587,998)		3,763,206		
Net cash (outflow)/inflow from financing			(1,587,998)		3,763,206
Increase in cash in the year	24, 25		325,115		95,923

LOCAL CAR AND VAN RENTAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2009

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover

Turnover represents the revenue arising from the company's activities, excluding value added tax. These comprise the hire of vehicles, the sale of new and used vehicles and the supply of related goods and services. Income derived from leasing vehicles to third parties on operating leases is recognised in turnover on a straight line basis over the life of the asset. All turnover arises in the United Kingdom.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Office equipment	33% straight line.
Fixtures and fittings	20% straight line.

Motor vehicles are written down to a directors' estimate of residual value over the holding period, or to their agreed residual value if known.

1.5 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.6 Pensions

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

1.7 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

2 Turnover

In the opinion of the directors it would be seriously prejudicial to provide business segmentation information in these financial statements.

LOCAL CAR AND VAN RENTAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 OCTOBER 2009

3	Operating profit	2009	2008
		£	£
	Operating profit is stated after charging:		
	Depreciation:		
	- owned assets	39,513	9,846
	- assets held on finance leases or hire purchase contracts	1,441,830	983,829
	Operating lease rentals		
	- Plant and machinery	25,473	16,518
	- Other assets	10,500	10,570
	Auditors' remuneration	6,750	6,750
	and after crediting:		
	Profit on disposal of tangible assets	(349,486)	(8,489)
4	Investment income	2009	2008
		£	£
	Bank interest	1,306	8,600
5	Interest payable	2009	2008
		£	£
	On bank loans and overdrafts	517	967

LOCAL CAR AND VAN RENTAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) **FOR THE YEAR ENDED 31 OCTOBER 2009**

6 Taxation	2009	2008
	£	£
Current tax charge	-	-
Deferred tax		
Deferred tax charge current year	126,764	107,258
	<u>126,764</u>	<u>107,258</u>
Factors affecting the tax charge for the year		
Profit on ordinary activities before taxation	432,221	285,516
	<u>432,221</u>	<u>285,516</u>
Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 28.00% (2008 - 28.00%)	121,022	79,944
	<u>121,022</u>	<u>79,944</u>
Effects of:		
Non deductible expenses	9,132	768
Capital allowances in excess of depreciation	(263,864)	(345,288)
Tax losses un-utilised	231,566	266,953
Chargeable disposals	(97,856)	(2,377)
	<u>(121,022)</u>	<u>(79,944)</u>
Current tax charge	-	-
	<u>-</u>	<u>-</u>

Due to excess capital allowances the company has estimated losses of £2,526,015 (2008: £1,701,000) available for carry forward against future trading profits.

7 Dividends	2009	2008
	£	£
Ordinary interim paid	105,000	66,000
Ordinary final proposed	45,000	39,000
	<u>150,000</u>	<u>105,000</u>

LOCAL CAR AND VAN RENTAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) **FOR THE YEAR ENDED 31 OCTOBER 2009**

8 Tangible fixed assets

	Plant and machinery	Fixtures, fittings & equipment	Rental fleet	Total
	£	£	£	£
Cost				
At 1 November 2008	31,807	3,393	12,572,061	12,607,261
Additions	4,025	250	14,872,908	14,877,183
Disposals	-	-	(15,122,695)	(15,122,695)
At 31 October 2009	35,832	3,643	12,322,274	12,361,749
Depreciation				
At 1 November 2008	15,743	1,053	439,001	455,797
On disposals	-	-	(1,089,034)	(1,089,034)
Charge for the year	11,590	708	1,469,045	1,481,343
At 31 October 2009	27,333	1,761	819,012	848,106
Net book value				
At 31 October 2009	8,499	1,882	11,503,262	11,513,643
At 31 October 2008	16,064	2,340	12,133,060	12,151,464

Included above are assets held under finance leases or hire purchase contracts as follows:

	Motor vehicles £
Net book values	
At 31 October 2009	10,743,772
At 31 October 2008	11,803,662
Depreciation charge for the year	
At 31 October 2009	1,441,830
At 31 October 2008	955,952

LOCAL CAR AND VAN RENTAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) **FOR THE YEAR ENDED 31 OCTOBER 2009**

9 Debtors	2009	2008
	£	£
Trade debtors	1,122,804	1,513,648
Other debtors	136,182	6,081
Prepayments and accrued income	109,482	290,974
	<u>1,368,468</u>	<u>1,810,703</u>

10 Creditors: amounts falling due within one year	2009	2008
	£	£
Net obligations under finance leases	10,729,237	12,625,929
Trade creditors	859,589	142,656
Taxes and social security costs	19,181	316,475
Accruals and deferred income	369,906	244,709
Proposed dividend	45,000	39,000
	<u>12,022,913</u>	<u>13,368,769</u>

Obligations under hire purchase contracts are secured against the related assets.

11 Creditors: amounts falling due after more than one year	2009	2008
	£	£
Net obligations under finance leases	<u>565,708</u>	<u>257,014</u>
Net obligations under finance leases		
Repayable within one year	10,729,237	12,625,929
Repayable between one and five years	<u>565,708</u>	<u>257,014</u>
	11,294,945	12,882,943
Included in liabilities falling due within one year	<u>(10,729,237)</u>	<u>(12,625,929)</u>
	<u>565,708</u>	<u>257,014</u>

LOCAL CAR AND VAN RENTAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 OCTOBER 2009

12 Provisions for liabilities

	Deferred tax liability £
Balance at 1 November 2008	107,258
Profit and loss account	126,764
Balance at 31 October 2009	<u>234,022</u>

The deferred tax liability is made up as follows:

	2009 £	2008 £
Accelerated capital allowances	<u>234,022</u>	<u>107,258</u>

13 Pension and other post-retirement benefit commitments Defined contribution

	2009 £	2008 £
Contributions payable by the company for the year	<u>16,875</u>	<u>14,526</u>

14 Share capital

	2009 £	2008 £
Authorised		
1,000,000 ordinary shares of £1 each	<u>1,000,000</u>	<u>1,000,000</u>
Allotted, called up and fully paid		
300,000 ordinary shares of £1 each	<u>300,000</u>	<u>300,000</u>

LOCAL CAR AND VAN RENTAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) **FOR THE YEAR ENDED 31 OCTOBER 2009**

15 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 November 2008	115,601
Profit for the year	305,457
Dividends	(150,000)
	<u>271,058</u>
Balance at 31 October 2009	<u>271,058</u>

16 Reconciliation of movements in shareholders' funds

	2009 £	2008 £
Profit for the financial year	305,457	178,258
Dividends	(150,000)	(105,000)
	<u>155,457</u>	<u>73,258</u>
Net addition to shareholders' funds	155,457	73,258
Opening shareholders' funds	415,601	342,343
	<u>571,058</u>	<u>415,601</u>
Closing shareholders' funds	<u>571,058</u>	<u>415,601</u>

17 Financial commitments

At 31 October 2009 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 October 2010:

	Land and buildings		Other	
	2009	2008	2009	2008
	£	£	£	£
Operating leases which expire:				
Within one year	-	-	116,328	35,531
Between two and five years	10,500	10,500	46,714	-
	<u>10,500</u>	<u>10,500</u>	<u>163,042</u>	<u>35,531</u>

LOCAL CAR AND VAN RENTAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 OCTOBER 2009

18 Capital commitments	2009	2008
	£	£

At 31 October 2009 the company had capital commitments as follows:

Contracted for but not provided in the financial statements	25,590	9,198
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19 Directors' emoluments	2009	2008
	£	£

Emoluments for qualifying services	203,908	186,533
Company pension contributions to money purchase schemes	14,400	13,100
	<u>218,308</u>	<u>199,633</u>

Emoluments disclosed above include the following amounts paid to the highest paid director:

Emoluments for qualifying services	<u>95,059</u>	<u>83,550</u>
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20 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	2009	2008
	Number	Number
Administration	5	5
Sales	3	2
	<u>8</u>	<u>7</u>

Employment costs	2009	2008
	£	£

Wages and salaries	335,144	279,021
Social security costs	44,468	32,486
Other pension costs	16,875	14,526
	<u>396,487</u>	<u>326,033</u>

LOCAL CAR AND VAN RENTAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 OCTOBER 2009

21 Control

By virtue of his shareholding J Ryan is considered to be the company's controlling party.

22 Related party transactions

C Cadman also serves as a director of CLM Fleet Management plc, which is contracted by Local Car and Van Rental Limited to manage its fleet of motor vehicles. Fees for this service in the period to 31 October 2009 amount to £94,916 (2008: £100,176). Motor vehicles were variously leased and sold to CLM Fleet Management plc during the same period, under arm's length terms, to the value of £206,195 (2008: £252,782) and £36,936 (2008: £208,845) respectively. As at 31 October 2009, an amount of £12,323 (2008: £9,675) was owed to CLM Fleet Management plc and is included within trade creditors.

Dividends of £150,000 (2008: £105,000) were declared for the year ended 31 October 2009. These included the following amounts payable to directors and their close family members:

	2009 £	2008 £
J Ryan	62,625	43,838
K Ryan	12,500	8,750
S Parnaby	25,000	17,500
G Easton	7,875	5,513
C Cadman	9,750	6,825

23 Reconciliation of operating profit to net cash inflow from operating activities

	2009 £	2008 £
Operating profit	431,432	277,883
Depreciation of tangible assets	1,481,343	993,675
Profit on disposal of tangible assets	(349,486)	(8,489)
Decrease/(increase) in debtors	442,235	(737,931)
Increase in creditors within one year	544,836	435,417
Net cash inflow from operating activities	2,550,360	960,555

LOCAL CAR AND VAN RENTAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 OCTOBER 2009**

24 Analysis of net debt	1 November 2008	Cash flow	Other non- cash changes	31 October 2009
	£	£	£	£
Net cash:				
Cash at bank and in hand	186,475	325,115	-	511,590
Debt:				
Finance leases	(12,882,943)	1,587,998	-	(11,294,945)
Net debt	(12,696,468)	1,913,113	-	(10,783,355)

25 Reconciliation of net cash flow to movement in net debt	2009	2008
	£	£
Increase in cash in the year	325,115	95,923
Cash outflow/(inflow) from decrease/(increase) in debt and lease financing	1,587,998	(3,763,206)
Movement in net debt in the year	1,913,113	(3,667,283)
Opening net debt	(12,696,468)	(9,029,185)
Closing net debt	(10,783,355)	(12,696,468)