

**MOUNT GARAGE LIMITED**

**ABBREVIATED ACCOUNTS**

**for the year ended 31 December 2002**

**Registration Number 487715**

**LAMBERT, ROPER & HORSFIELD**

**CHARTERED ACCOUNTANTS**



# **MOUNT GARAGE LIMITED**

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## **MOUNT GARAGE LIMITED**

### **COMPANY INFORMATION**

Directors	S. A. Windle G. Windle P. K. Windle
Secretary	S. A. Windle
Company number	487715
Registered office	31 Pellon New Road Halifax West Yorkshire HX2 0EJ
Auditors	Lambert, Roper & Horsfield Chartered Accountants The Old Woolcombers Mill 12/14 Union Street South Halifax West Yorkshire HX1 2LE
Bankers	Lloyds TSB Bank plc Commercial Street Halifax West Yorkshire HX1 1BB

# **MOUNT GARAGE LIMITED**

## **DIRECTORS' REPORT for the year ended 31 December 2002**

The directors present their report and the audited accounts for the year ended 31 December 2002.

### **Principal activities and review of the business**

The principal activities of the company continues to be that of automobile engineers and retailers of motor vehicles and accessories. The company trades as Mount Automotive Solutions.

The company's balance sheet as detailed on page 7 shows a satisfactory position, shareholders funds amounting to £1,171,208.

### **Results and dividends**

The results for the year are set out on page 6.

The directors have paid an interim dividend amounting to £16,762.

### **Fixed assets**

In the opinion of the directors, there is no significant difference between the present market value of the company's properties and the amounts at which they are stated in the accounts.

### **Directors and their interests**

The directors who served during the year and their interests in the shares of the company are as stated below:

	<b>Preference shares</b>		<b>Ordinary shares</b>	
	<b>2002</b>	<b>2001</b>	<b>2002</b>	<b>2001</b>
S. A. Windle	-	-	849	849
G. Windle	2000	2000	45	45
P. K. Windle	-	-	5	5

# **MOUNT GARAGE LIMITED**

## **DIRECTORS' REPORT** **for the year ended 31 December 2002**

### **Directors' responsibilities**

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to:

- select suitable accounting policies and 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.

### **Auditors**

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Lambert, Roper & Horsfield be reappointed as auditors of the company will be put to the Annual General Meeting.

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

This report was approved by the Board on 29 April 2003 and signed on its behalf by



**S. A. Windle**  
**Director**

**INDEPENDENT AUDITORS' REPORT TO MOUNT GARAGE LIMITED  
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on pages 6 to 15 together with the financial statements of Mount Garage Limited for the year ended 31 December 2002 prepared under Section 226 of the Companies Act 1985.

**Respective responsibilities of directors and auditors**

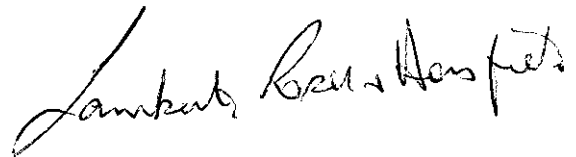
The directors are responsible for preparing abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

**Basis of opinion**

We have carried out the procedures we considered 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. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985 in respect of the year ended 31 December 2002, and the abbreviated accounts on pages 6 to 15 are properly prepared in accordance with that provision.



**Lambert, Roper & Horsfield  
Chartered Accountants and  
Registered Auditor**

**The Old Woolcombers Mill  
12/14 Union Street South  
Halifax  
West Yorkshire  
HX1 2LE**

**29 April 2003**

# MOUNT GARAGE LIMITED

## ABBREVIATED PROFIT AND LOSS ACCOUNT for the year ended 31 December 2002

		Continuing operations	
		2002	2001
	Notes	£	£
<b>Gross profit</b>		450,926	443,862
Distribution expenses		(137,802)	(119,871)
Administrative expenses		(219,489)	(250,215)
Other operating income		-	3,520
<b>Operating profit</b>	<b>2</b>	<u>93,635</u>	<u>77,296</u>
Investment income	<b>3</b>	-	28,829
Interest receivable and similar income	<b>4</b>	4,269	36,734
Interest payable and similar charges	<b>5</b>	<u>(3,466)</u>	<u>(10,790)</u>
<b>Profit on ordinary activities before taxation</b>		94,438	132,069
Tax on profit on ordinary activities	<b>8</b>	<u>(18,430)</u>	<u>(20,899)</u>
<b>Profit on ordinary activities after taxation</b>		76,008	111,170
Dividends (partly non-equity)	<b>9</b>	<u>(16,762)</u>	<u>(20,970)</u>
<b>Retained profit for the year</b>		59,246	90,200
Retained profit brought forward		1,109,063	1,018,863
<b>Retained profit carried forward</b>		<u>1,168,309</u>	<u>1,109,063</u>

There were no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 9 to 15 form an integral part of these accounts.

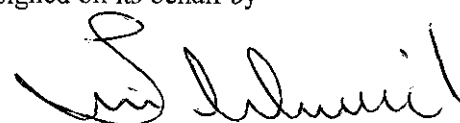
# MOUNT GARAGE LIMITED

## ABBREVIATED BALANCE SHEET as at 31 December 2002

		2002		2001	
	Notes	£	£	£	£
<b>Fixed assets</b>					
Tangible assets	10		257,154		266,700
<b>Current assets</b>					
Stocks	11	1,091,411		602,537	
Debtors due within one year	12	107,890		243,394	
Cash at bank and in hand		35,592		282,130	
		<u>1,234,893</u>		<u>1,128,061</u>	
<b>Creditors: amounts falling due within one year</b>	13	<u>(318,322)</u>		<u>(281,528)</u>	
<b>Net current assets</b>			<u>916,571</u>		<u>846,533</u>
<b>Total assets less current liabilities</b>			1,173,725		1,113,233
<b>Provisions for liabilities and charges</b>	14		<u>(2,517)</u>		<u>(1,271)</u>
<b>Net assets</b>			<u>1,171,208</u>		<u>1,111,962</u>
<b>Capital and reserves</b>					
Called up share capital	15		2,899		2,899
Profit and loss account			<u>1,168,309</u>		<u>1,109,063</u>
<b>Equity shareholders' funds</b>	16		<u>1,171,208</u>		<u>1,111,962</u>
<b>Equity interests</b>			1,169,208		1,109,962
<b>Non-equity interests</b>			<u>2,000</u>		<u>2,000</u>

The 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 abbreviated accounts were approved by the Board on 29 April 2003 and signed on its behalf by



S. A. Windle  
Director

The notes on pages 9 to 15 form an integral part of these accounts.



# MOUNT GARAGE LIMITED

## CASH FLOW STATEMENT for the year ended 31 December 2002

	Notes	2002 £	2001 £
<b>Reconciliation of operating profit to net cash outflow from operating activities</b>			
Operating profit		93,635	77,296
Depreciation		9,546	15,463
(Increase) in stocks		(488,874)	330,631
Decrease in debtors		135,504	206,783
Increase in creditors		43,300	(640,330)
<b>Net cash outflow from operating activities</b>		<u>(206,889)</u>	<u>(10,157)</u>
<b>Cash flow statement</b>			
Net cash outflow from operating activities		(206,889)	(10,157)
Returns on investments and servicing of finance	17	691	54,661
Taxation	17	(19,739)	(39,673)
Capital expenditure	17	-	(2,469)
		<u>(225,937)</u>	<u>2,362</u>
Equity dividends paid		(20,601)	(16,907)
		<u>(246,538)</u>	<u>(14,545)</u>
Management of liquid resources	17	-	100
Financing	17	-	-
<b>Decrease in cash in the year</b>		<u>(246,538)</u>	<u>(14,445)</u>
<b>Reconciliation of net cash flow to movement in net debt (Note 18)</b>			
<b>Decrease in cash in the year</b>		(246,538)	(14,445)
Cash inflow from decrease in liquid resources		-	(100)
Change in net debt resulting from cash flows		<u>(246,538)</u>	<u>(14,545)</u>
<b>Net funds at 1 January 2002</b>		282,130	296,675
<b>Net funds at 31 December 2002</b>		<u>35,592</u>	<u>282,130</u>

The notes on pages 9 to 15 form an integral part of these accounts.

# MOUNT GARAGE LIMITED

## NOTES TO THE ACCOUNTS for the year ended 31 December 2002

### 1. Accounting policies

#### 1.1. Accounting convention

The audited accounts are prepared under the historical cost convention .

#### 1.2. Turnover

Turnover represents the amounts derived from the provision of goods and services after deduction of trade discounts and value added tax.

#### 1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Freehold land	-	not depreciated
Freehold buildings	-	straight line over fifty years
Garage plant and machinery	-	25% per annum on a straight line basis
Fixtures and fittings	-	25% per annum on a straight line basis
Motor vehicles	-	25% per annum on a straight line basis

#### 1.4. Stock

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

#### 1.5. Pensions

Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

#### 1.6. Deferred taxation

Deferred tax is provided in full on timing differences which result in an obligation to pay more (or less) tax at a future date, at the average tax rates that are expected to apply when the timing differences reverse, based on current tax rates and laws.

### 2. Operating profit

	2002	2001
	£	£
Operating profit is stated after charging:		
Staff costs	324,181	325,537
Depreciation of tangible assets	9,546	15,463
Auditors' remuneration	4,500	4,634
	<u>          </u>	<u>          </u>

### 3. Income from investments

	2002	2001
	£	£
Income from subsidiary undertakings	<u>          </u>	<u>28,829</u>

# MOUNT GARAGE LIMITED

## NOTES TO THE ACCOUNTS for the year ended 31 December 2002

4. Interest receivable and similar income	2002 £	2001 £
Bank interest	4,035	33,513
Other interest	234	3,221
	<u>4,269</u>	<u>36,734</u>

5. Interest payable and similar charges	2002 £	2001 £
On bank loans and overdrafts	<u>3,466</u>	<u>10,790</u>

### 6. Employees

#### Number of employees

The average monthly numbers of employees  
(including the directors) during the year were:

	2002	2001
Garage	13	14
Sales	4	5
Administration	4	4
	<u>21</u>	<u>23</u>

#### Employment costs

	2002 £	2001 £
Wages and salaries	299,693	304,689
Social security costs	24,488	20,468
Other pension costs	-	380
	<u>324,181</u>	<u>325,537</u>

### 6.1. Directors' emoluments

	2002 £	2001 £
Remuneration and other emoluments	45,013	44,013
Pension contributions	-	380
	<u>45,013</u>	<u>44,393</u>

	Number	Number
Number of directors to whom retirement benefits are accruing under a defined contribution scheme	<u>2</u>	<u>2</u>

# MOUNT GARAGE LIMITED

## NOTES TO THE ACCOUNTS for the year ended 31 December 2002

### 7. Pension costs

The company operates a defined contribution pension scheme in respect of the employees. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £nil (2001 - £380).

There were no outstanding or prepaid contributions at 31 December 2002.

### 8. Tax on profit on ordinary activities

Analysis of charge in period	2002 £	2001 £
<b>Current tax</b>		
UK corporation tax	17,073	19,628
Prior period adjustments	111	-
Total current tax charge	17,184	19,628
<b>Deferred tax</b>		
Timing differences, origination and reversal	1,246	1,271
Tax on profit on ordinary activities	18,430	20,899

#### Factors affecting tax charge for period

The tax assessed for the period is higher than the standard rate of corporation tax in the UK (19%). The differences are explained below:

	2002 £	2001 £
Profit on ordinary activities before taxation	94,438	132,069
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2001 : 20%)	17,943	26,414
Depreciation on non qualifying assets	220	220
Expenses not deductible for tax purposes	-	29
Differences due to changes in tax rates in the year	156	-
Adjustments to tax charge in respect of previous periods	111	-
Franked investment income	-	(5,764)
Current tax charge for period	18,430	20,899

# MOUNT GARAGE LIMITED

## NOTES TO THE ACCOUNTS for the year ended 31 December 2002

<b>9. Dividends</b>		<b>2002</b>	<b>2001</b>
		<b>£</b>	<b>£</b>
<b>Dividends on equity shares:</b>			
Ordinary shares - interim paid		16,650	16,907
Ordinary shares - final proposed		-	3,951
		<u>16,650</u>	<u>20,858</u>
<b>Dividends on non-equity shares:</b>			
5.6% Preference shares - interim paid		112	112
		<u>112</u>	<u>112</u>
<b>Total dividends</b>		<u>16,762</u>	<u>20,970</u>

<b>10. Tangible fixed assets</b>					
	<b>Land and buildings freehold</b>	<b>Garage plant and machinery</b>	<b>Fixtures and fittings</b>	<b>Motor vehicles</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost</b>					
At 1 January 2002	305,000	78,446	147,635	7,500	538,581
Disposals	-	-	(88,745)	-	(88,745)
At 31 December 2002	<u>305,000</u>	<u>78,446</u>	<u>58,890</u>	<u>7,500</u>	<u>449,836</u>
<b>Depreciation</b>					
At 1 January 2002	47,300	75,877	143,079	5,625	271,881
Charge for the year	4,300	1,710	1,661	1,875	9,546
On disposals	-	-	(88,745)	-	(88,745)
At 31 December 2002	<u>51,600</u>	<u>77,587</u>	<u>55,995</u>	<u>7,500</u>	<u>192,682</u>
<b>Net book values</b>					
At 31 December 2002	<u>253,400</u>	<u>859</u>	<u>2,895</u>	<u>-</u>	<u>257,154</u>
At 31 December 2001	<u>257,700</u>	<u>2,569</u>	<u>4,556</u>	<u>1,875</u>	<u>266,700</u>

The net book value of freehold land and buildings includes an amount of £90,000 in respect of land which has not been depreciated.

<b>11. Stocks</b>	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Finished goods and goods for resale	<u>1,091,411</u>	<u>602,537</u>

# MOUNT GARAGE LIMITED

## NOTES TO THE ACCOUNTS for the year ended 31 December 2002

<b>12. Debtors</b>	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Trade debtors	97,602	217,301
Amounts owed by group undertakings	-	10,593
Prepayments and accrued income	10,288	15,500
	<u>107,890</u>	<u>243,394</u>
<b>13. Creditors: amounts falling due within one year</b>	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Trade creditors	79,879	57,283
Corporation tax	17,073	19,628
Other taxes and social security costs	35,466	38,246
Directors' accounts	158,143	146,335
Accruals and deferred income	27,761	16,085
Proposed dividend	-	3,951
	<u>318,322</u>	<u>281,528</u>
<b>14. Provision for liabilities and charges</b>	<b>2002</b>	<b>2001</b>
<b>Deferred taxation</b>	<b>£</b>	<b>£</b>
Accelerated capital allowances	<u>2,517</u>	<u>1,271</u>
Provision at 1 January 2002	1,271	
Deferred tax charge in profit and loss account	<u>1,246</u>	
Provision at 31 December 2002	<u>2,517</u>	

# MOUNT GARAGE LIMITED

## NOTES TO THE ACCOUNTS for the year ended 31 December 2002

<b>15. Share capital</b>	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
<b>Authorised equity</b>		
1,000 Ordinary shares of £1 each	1,000	1,000
2,500 Preference shares of £1 each	2,500	2,500
	<u>3,500</u>	<u>3,500</u>
 <b>Allotted, called up and fully paid</b>		
899 Ordinary shares of £1 each	899	899
2,000 5.6% Preference shares of £1 each	2,000	2,000
	<u>2,899</u>	<u>2,899</u>
 Equity interest	899	899
Non-equity interest	<u>2,000</u>	<u>2,000</u>
 <b>16. Reconciliation of movements in shareholders' funds</b>	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Profit for the year	76,008	111,170
Dividends	(16,762)	(20,970)
	<u>59,246</u>	<u>90,200</u>
Opening shareholders' funds	1,111,962	1,021,762
Closing shareholders' funds	<u>1,171,208</u>	<u>1,111,962</u>

# MOUNT GARAGE LIMITED

## NOTES TO THE ACCOUNTS for the year ended 31 December 2002

### 17. Gross cash flows

	2002 £	2001 £
<b>Returns on investments and servicing of finance</b>		
Interest received	4,269	36,734
Interest paid	(3,466)	(10,790)
Dividends received	-	28,829
Preference dividends paid	(112)	(112)
	<u>691</u>	<u>54,661</u>
<b>Taxation</b>		
Corporation tax paid	<u>(19,739)</u>	<u>(39,673)</u>
<b>Capital expenditure</b>		
Payments to acquire tangible assets	<u>-</u>	<u>(2,469)</u>
<b>Management of Liquid Resources</b>		
Receipts from sales of short term investments	<u>-</u>	<u>100</u>
<b>Financing</b>		
Other new long term loans	-	177,000
Repayment of other long term loans	<u>-</u>	<u>(177,000)</u>
	<u>-</u>	<u>-</u>

### 18. Analysis of changes in net funds

	Opening balance £	Cash flows £	Closing balance £
Cash at bank and in hand	<u>282,130</u>	<u>(246,538)</u>	<u>35,592</u>
<b>Net funds</b>	<u>282,130</u>	<u>(246,538)</u>	<u>35,592</u>