

PARRY'S MOTOR PARTS LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 APRIL 2011



Company Registration Number 845508

RSM Tenon Limited
Sumner House
St Thomas's Road
Chorley
Lancashire
PR7 1HP

PARRY'S MOTOR PARTS LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 30 APRIL 2011

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PARRY'S MOTOR PARTS LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 30 APRIL 2011

The directors present their report and the financial statements of the company for the year ended 30 April 2011

Principal activities and business review

The company's principal activity during the year was that of selling motor vehicle parts, paints and related products

During the course of the year the company continued to sell motor vehicle parts, paints and related products which fell by 17% in terms of turnover. Despite the fall in turnover the company has reduced costs to record a profit for the year of £48,723

At the year end the company had shareholders' funds of £7,951,360 including distributable profits of £7,949,360. The directors therefore believe the company's position to be satisfactory especially as the company's current assets exceed its current liabilities by £7,239,670

The directors believe that the quality of our products and customer service, together with improved cost control, will help to see improved trading results in the coming year

Results and dividends

The profit for the year amounted to £48,723. The directors have not recommended a dividend

Financial risk management objectives and policies

The company makes little use of financial instruments other than an operational bank account and so its exposure to price risk, credit risk, liquidity risk and cash flow risk is not material for the assessment of the assets, liabilities, financial position and profit or loss of the company

Where appropriate, funds are held primarily in short term variable rate deposit accounts. The directors believe that this gives them the flexibility to release cash resources at short notice and also allows them to take advantage of changing conditions in the finance markets as they arise. All deposits are with reputable banks and the directors believe their choice of bank minimises any credit risk associated with not placing funds on deposit with a UK clearing bank

Directors

The directors who served the company during the year were as follows

Mr N Parry
Mrs B Parry

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 those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,

PARRY'S MOTOR PARTS LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 30 APRIL 2011

- make judgements and estimates that are reasonable and prudent, and
- 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 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.

In so far as the directors are, individually, aware

- there is no relevant audit information of which the company's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

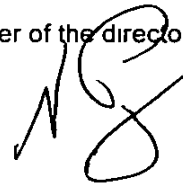
The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Auditor

RSM Tenon Audit Limited have expressed their willingness to continue in office and a resolution to reappoint them will be proposed at the annual general meeting.

Registered office
104 Frog Lane
Wigan
WN6 7DA

Signed by order of the directors



Mr N Parry
Company Secretary



Approved by the directors on

9/11/11

PARRY'S MOTOR PARTS LIMITED
INDEPENDENT AUDITOR'S REPORT TO PARRY'S MOTOR PARTS
LIMITED
UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts set out on pages 4 to 12, together with the financial statements of Parry's Motor Parts Limited for the year ended 30 April 2011 prepared under Section 396 of the Companies Act 2006

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. 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 auditor's 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 auditor

The directors are responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

We conducted our work in accordance with Bulletin 2008/4 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 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.

Jean Lowe, Senior Statutory Auditor
For and on behalf of

RSM Tenon Audit Limited

RSM Tenon Audit Limited
Statutory Auditor
Sumner House
St Thomas's Road
Chorley
Lancashire
PR7 1HP

Date 22/11/11

PARRY'S MOTOR PARTS LIMITED
ABBREVIATED PROFIT AND LOSS ACCOUNT
YEAR ENDED 30 APRIL 2011

	Note	2011 £	2010 £
Turnover		6,503,002	7,842,171
Cost of Sales and Other operating income		(4,353,316)	(5,369,805)
Distribution costs		(1,741,836)	(2,096,651)
Administrative expenses		(419,285)	(642,893)
Operating loss	2	<u>(11,435)</u>	<u>(267,178)</u>
Interest receivable		59,382	23,671
Profit/(loss) on ordinary activities before taxation		<u>47,947</u>	<u>(243,507)</u>
Tax on profit/(loss) on ordinary activities	5	776	49,257
Profit/(loss) for the financial year		<u><u>48,723</u></u>	<u><u>(194,250)</u></u>

All of the activities of the company are classed as continuing

The company has no recognised gains or losses other than the results for the year as set out above

The notes on pages 6 to 12 form part of these abbreviated accounts

PARRY'S MOTOR PARTS LIMITED

Registered Number 845508

ABBREVIATED BALANCE SHEET**30 APRIL 2011**

	Note	2011 £	2010 £
Fixed assets			
Intangible assets	6	84,000	90,000
Tangible assets	7	627,690	852,180
		<u>711,690</u>	<u>942,180</u>
Current assets			
Stocks	8	1,142,986	1,254,552
Debtors due within one year	9	1,341,103	1,594,271
Debtors due after one year	9	497,966	503,966
Cash at bank		4,924,861	4,276,166
		<u>7,906,916</u>	<u>7,628,955</u>
Creditors: Amounts falling due within one year	10	<u>(667,246)</u>	<u>(668,498)</u>
Net current assets		7,239,670	6,960,457
Total assets less current liabilities		<u>7,951,360</u>	<u>7,902,637</u>
Capital and reserves			
Called-up share capital	14	2,000	2,000
Profit and loss account	15	7,949,360	7,900,637
Shareholders' funds	16	<u>7,951,360</u>	<u>7,902,637</u>

These abbreviated accounts have been prepared in accordance with the special provisions for medium-sized companies under section 445(3) of the Companies Act 2006

These abbreviated accounts were approved by the directors and authorised for issue on and are signed on their behalf by

Mr N Parry
Director



15/11/11

The notes on pages 6 to 12 form part of these abbreviated accounts

1. Accounting policies

The financial statements have been prepared under the historical cost convention, and in accordance with applicable accounting standards

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is wholly owned and its parent publishes a consolidated cash flow statement

The turnover shown in the profit and loss account represents amounts invoiced during the year, after deducting discounts and rebates, exclusive of Value Added Tax. Sales are recognised at the point at which the company has fulfilled its contractual obligations and the risks and rewards attaching to the products, such as obsolescence, have been transferred to the customer.

Positive purchased goodwill arising on acquisitions is capitalised, classified as an asset on the Balance Sheet and amortised over its estimated useful life up to a maximum of 20 years. This length of time is presumed to be the maximum useful life of purchased goodwill because it is difficult to make projections beyond this period. Goodwill is reviewed for impairment at the end of the first full financial year following each acquisition and subsequently as and when necessary if circumstances emerge that indicate that the carrying value may not be recoverable.

Amortisation is calculated so as to write off the cost of an asset, net of anticipated disposal proceeds, over the estimated useful economic life of that asset as follows

Goodwill - Over 20 years

All fixed assets are recorded at cost. Cost represents purchase price together with any incidental costs of acquisition.

Depreciation is calculated so as to write off the cost of an asset, net of anticipated disposal proceeds, over the useful economic life of that asset as follows

Freehold Property	-	2% straight line
Fixtures & Fittings	-	20% reducing balance
Motor Vehicles	-	25% reducing balance
Equipment	-	30 - 33 33% straight line

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost is calculated as the cost incurred in bringing the stocks to their present location and condition.

PARRY'S MOTOR PARTS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 30 APRIL 2011

1. Accounting policies *(continued)*

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities

2. Operating loss

Operating loss is stated after charging

	2011	2010
	£	£
Amortisation of intangible assets	6,000	147,600
Depreciation of owned fixed assets	147,436	191,864
Loss on disposal of fixed assets	44,185	11,084
Auditors remuneration	18,000	18,000
Operating leases - land and buildings	<u>20,000</u>	<u>20,000</u>

PARRY'S MOTOR PARTS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 30 APRIL 2011

3. Particulars of employees

The average number of staff employed by the company during the financial year amounted to

	2011	2010
	No	No
Number of sales and distribution staff	64	78
Number of management staff	10	12
	<u>74</u>	<u>90</u>

The aggregate payroll costs of the above were

	2011	2010
	£	£
Wages and salaries	1,097,482	1,361,511
Social security costs	94,599	119,142
	<u>1,192,081</u>	<u>1,480,653</u>

4. Directors' remuneration

The directors' aggregate remuneration in respect of qualifying services were

	2011	2010
	£	£
Remuneration receivable	<u>42,222</u>	<u>42,222</u>

5. Taxation on ordinary activities

(a) Analysis of charge in the year

	2011	2010
	£	£
UK Corporation tax	-	(35,000)
Over provision in prior year	(776)	(530)
	<u>(776)</u>	<u>(35,530)</u>
Deferred tax		
Origination and reversal of timing differences	-	(13,727)
Tax on profit/(loss) on ordinary activities	<u>(776)</u>	<u>(49,257)</u>

PARRY'S MOTOR PARTS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 30 APRIL 2011

5. Taxation on ordinary activities (continued)

(b) Factors affecting current tax charge

The tax assessed on the profit/(loss) on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 21% (2010 - 21%)

	2011	2010
	£	£
Profit/(loss) on ordinary activities before taxation	<u>47,947</u>	<u>(243,507)</u>
Profit/(loss) on ordinary activities by rate of tax	10,069	(51,136)
Effects of		
Expenses not deductible for tax purposes	(72,782)	10,498
Deferred tax movement	7,501	10,809
Loss carry back at different rates	-	(5,171)
Adjustments in respect of prior years	(776)	(530)
Increase in losses carried forward	55,212	-
Total current tax (note 5(a))	<u>(776)</u>	<u>(35,530)</u>

(c) Factors that may affect future tax charges

The company has tax losses to carry forward of £288,610 (2010 £25,694)

6. Intangible fixed assets

	Goodwill
	£
Cost	
At 1 May 2010 and 30 April 2011	<u>297,000</u>
Amortisation	
At 1 May 2010	207,000
Charge for the year	6,000
At 30 April 2011	<u>213,000</u>
Net book value	
At 30 April 2011	<u>84,000</u>
At 30 April 2010	<u>90,000</u>

Goodwill is being amortised as follows

- goodwill arising on the acquisition of trade from Auto Body Components is being amortised evenly over the directors' estimated economic useful life of 20 years, and

- goodwill arising on the acquisition of trade from AEMC was in prior years being amortised evenly over the directors' estimated economic useful life of 20 years. In light of the recurring losses generated by the AEMC trade the directors' have re-assessed the estimated useful life of this goodwill down to nil years. Accordingly this goodwill has now been fully amortised

PARRY'S MOTOR PARTS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 30 APRIL 2011

7. Tangible fixed assets

	Freehold Property £	Fixtures & Fittings £	Motor Vehicles £	Equipment £	Total £
Cost					
At 1 May 2010	415,500	428,165	781,489	719,321	2,344,475
Additions	—	270	26,301	2,750	29,321
Disposals	—	—	(380,888)	—	(380,888)
At 30 April 2011	<u>415,500</u>	<u>428,435</u>	<u>426,902</u>	<u>722,071</u>	<u>1,992,908</u>
Depreciation					
At 1 May 2010	47,571	338,142	440,063	666,519	1,492,295
Charge for the year	8,310	18,069	72,263	48,794	147,436
On disposals	—	—	(274,513)	—	(274,513)
At 30 April 2011	<u>55,881</u>	<u>356,211</u>	<u>237,813</u>	<u>715,313</u>	<u>1,365,218</u>
Net book value					
At 30 April 2011	<u>359,619</u>	<u>72,224</u>	<u>189,089</u>	<u>6,758</u>	<u>627,690</u>
At 30 April 2010	<u>367,929</u>	<u>90,023</u>	<u>341,426</u>	<u>52,802</u>	<u>852,180</u>

8. Stocks

	2011 £	2010 £
Finished goods	<u>1,142,986</u>	<u>1,254,552</u>

9. Debtors

	2011 £	2010 £
Trade debtors	1,282,859	1,474,992
Amounts owed by group undertakings	490,316	490,316
Corporation tax repayable	—	35,000
Other debtors	17,725	37,827
Prepayments and accrued income	48,169	60,102
	<u>1,839,069</u>	<u>2,098,237</u>

The debtors above include the following amounts falling due after more than one year

	2011 £	2010 £
Amounts owed by group undertakings	490,316	490,316
Other debtors	7,650	13,650
	<u>497,966</u>	<u>503,966</u>

PARRY'S MOTOR PARTS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 30 APRIL 2011

10. Creditors: Amounts falling due within one year

	2011	2010
	£	£
Trade creditors	329,210	452,960
Other taxation and social security	108,566	102,796
Other creditors	87,541	56,288
Directors current accounts	4,115	4,115
Accruals and deferred income	137,814	52,339
	<u>667,246</u>	<u>668,498</u>

11. Deferred taxation

The movement in the deferred taxation provision during the year was

	2011	2010
	£	£
At 1 May 2010	-	13,727
Profit and loss account movement arising during the year	-	(13,727)
At 30 April 2011	<u>-</u>	<u>-</u>

There is an unprovided deferred tax asset of £60,608 (2010 £5,396) relating to tax losses carried forward. No provision has been made for this asset due to the uncertainty regarding the timing of recovery.

12. Derivatives

The company has no financial instruments that fall to be classified as derivatives.

13. Commitments under operating leases

At 30 April 2011 the company had annual commitments under non-cancellable operating leases as set out below:

	Land and buildings	Land and buildings
	2011	2010
	£	£
Operating leases which expire		
Within 2 to 5 years	<u>7,500</u>	<u>20,000</u>

14. Share capital

Authorised share capital:

	2011	2010
	£	£
2,000 Ordinary shares of £1 each	<u>2,000</u>	<u>2,000</u>

Allotted, called up and fully paid:

	2011	2011	2010	2010
	No	£	No	£
2,000 Ordinary shares of £1 each	<u>2,000</u>	<u>2,000</u>	<u>2,000</u>	<u>2,000</u>

PARRY'S MOTOR PARTS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 30 APRIL 2011

15. Profit and loss account

	2011	2010
	£	£
Balance brought forward	7,900,637	8,094,887
Profit/(loss) for the financial year	48,723	(194,250)
Balance carried forward	<u>7,949,360</u>	<u>7,900,637</u>

16 Reconciliation of movements in shareholders' funds

	2011	2010
	£	£
Profit/(loss) for the financial year	48,723	(194,250)
Opening shareholders' funds	7,902,637	8,096,887
Closing shareholders' funds	<u>7,951,360</u>	<u>7,902,637</u>

18. Ultimate parent company

The directors consider the ultimate parent company to be Parry's Holdings Limited, a company registered in England & Wales. Parry's Holdings Limited prepares consolidated accounts which include the accounts of this company. Copies of the accounts of Parry's Holdings Limited can be obtained from Companies House, Crown Way, Cardiff, CF4 3UZ.