

**Report of the Directors and
Financial Statements
for the year ended 31st December 2010
for
SPENCERS LIMITED
TRADING AS CARRS OF BURY ST EDMUNDS**

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SPENCERS LIMITED (REGISTERED NUMBER: 03560193)
TRADING AS CARRS OF BURY ST EDMUNDS

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for the year ended 31st December 2010**

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SPENCERS LIMITED
TRADING AS CARRS OF BURY ST EDMUNDS

Company Information
for the year ended 31st December 2010

DIRECTORS: N A Spencer
Mrs C M Spencer

SECRETARY: Mrs C M Spencer

REGISTERED OFFICE: Monometer House
Rectory Grove
Leigh on Sea
Essex
SS9 2HN

REGISTERED NUMBER 03560193 (England and Wales)

AUDITORS: Barrons
Chartered Accountants
& Statutory Auditors
Monometer House
Rectory Grove
Leigh on Sea
Essex
SS9 2HN

SPENCERS LIMITED (REGISTERED NUMBER: 03560193)
TRADING AS CARRS OF BURY ST EDMUNDS

Report of the Directors
for the year ended 31st December 2010

The directors present their report with the financial statements of the company for the year ended 31st December 2010

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the sale and servicing of motor vehicles

REVIEW OF BUSINESS

In 2010 the business continued to recover from the extreme economic downturn that affected the business in 2008 and 2009. The restructuring of the business carried out in 2009 enabled a consistent and profitable period of trading throughout 2010. It is clear that the Retail Motor Industry, and the economy in general, is still in a very poor state and this has continued to affect business and make the market place very challenging and competitive. Although there is no visible sign of short term economic improvement, the business is still in a very strong position to continue trading profitably and to grow and develop when opportunities arise.

DIVIDENDS

An interim dividend of £0.16 per ordinary share and £0.15 per ordinary "A" share was paid on 1st January 2010. A final dividend of £0.22 per ordinary share and £0.21 per ordinary "A" share was paid on 6th April 2010.

The total distribution of dividends for the year ended 31st December 2010 will be £74,000 (2009: £Nil).

DIRECTORS

The directors shown below have held office during the whole of the period from 1st January 2010 to the date of this report.

N A Spencer
Mrs C M Spencer

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors 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.

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 AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) 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.

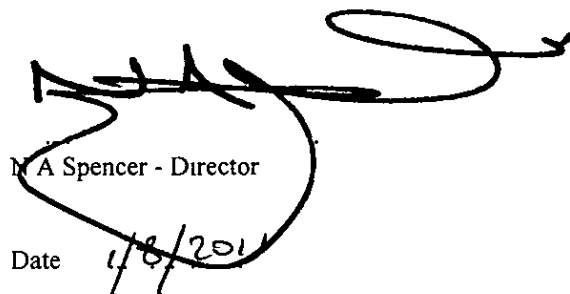
SPENCERS LIMITED (REGISTERED NUMBER: 03560193)
TRADING AS CARRS OF BURY ST EDMUNDS

Report of the Directors
for the year ended 31st December 2010

AUDITORS

The auditors, Barrons, will be proposed for re-appointment at the forthcoming Annual General Meeting

ON BEHALF OF THE BOARD:



M A Spencer - Director

Date 1/8/2011

Report of the Independent Auditors to the Shareholders of Spencers Limited

We have audited the financial statements of Spencers Limited for the year ended 31st December 2010 on pages five to twenty. 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 Chapter 3 of Part 16 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 a Report of the Auditors 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 Statement of Directors' Responsibilities set out on page two, 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 and express an opinion on 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

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31st December 2010 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.


Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Directors 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.



R J Tillbrook FCCA (Senior Statutory Auditor)
for and on behalf of Barrons
Chartered Accountants
& Statutory Auditors
Monometer House
Rectory Grove
Leigh on Sea
Essex
SS9 2HN

Date 1/8/2011

SPENCERS LIMITED (REGISTERED NUMBER: 03560193)
TRADING AS CARRS OF BURY ST EDMUNDS

Profit and Loss Account
for the year ended 31st December 2010

	Notes	2010 £	2009 £
TURNOVER		28,939,164	22,721,840
Cost of sales		<u>25,856,539</u>	<u>19,860,451</u>
GROSS PROFIT		3,082,625	2,861,389
Administrative expenses		<u>2,476,876</u>	<u>2,485,984</u>
OPERATING PROFIT	3	605,749	375,405
Interest payable and similar charges	4	<u>121,434</u>	<u>130,793</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		484,315	244,612
Tax on profit on ordinary activities	5	<u>143,809</u>	<u>50,841</u>
PROFIT FOR THE FINANCIAL YEAR		<u>340,506</u>	<u>193,771</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year

The notes form part of these financial statements

SPENCERS LIMITED (REGISTERED NUMBER: 03560193)
TRADING AS CARRS OF BURY ST EDMUNDS

Statement of Total Recognised Gains and Losses
for the year ended 31st December 2010

	2010	2009
	£	£
PROFIT FOR THE FINANCIAL YEAR	340,506	193,771
Revaluation	-	(81,297)
TOTAL RECOGNISED GAINS AND LOSSES		
RELATING TO THE YEAR	<u>340,506</u>	<u>112,474</u>

The notes form part of these financial statements

SPENCERS LIMITED (REGISTERED NUMBER: 03560193)
TRADING AS CARRS OF BURY ST EDMUNDS

Balance Sheet
31st December 2010

		2010		2009	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible assets	7		133,085		150,845
Tangible assets	8		2,485,731		2,428,354
			<u>2,618,816</u>		<u>2,579,199</u>
CURRENT ASSETS					
Stocks	9	3,086,712		3,099,881	
Debtors	10	1,410,932		1,110,696	
Cash at bank and in hand		953,217		1,296,027	
		<u>5,450,861</u>		<u>5,506,604</u>	
CREDITORS					
Amounts falling due within one year	11	4,489,452		4,615,384	
NET CURRENT ASSETS			<u>961,409</u>		<u>891,220</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>3,580,225</u>		<u>3,470,419</u>
CREDITORS					
Amounts falling due after more than one year	12		(1,825,400)		(1,986,183)
PROVISIONS FOR LIABILITIES	16		(51,507)		(47,424)
NET ASSETS			<u><u>1,703,318</u></u>		<u><u>1,436,812</u></u>
CAPITAL AND RESERVES					
Called up share capital	17		100,000		100,000
Profit and loss account	18		1,603,318		1,336,812
SHAREHOLDERS' FUNDS	22		<u><u>1,703,318</u></u>		<u><u>1,436,812</u></u>

The financial statements were approved by the Board of Directors on behalf by

1/8/2011

and were signed on its

N A Spencer - Director

The notes form part of these financial statements

SPENCERS LIMITED (REGISTERED NUMBER: 03560193)
TRADING AS CARRS OF BURY ST EDMUNDS

Cash Flow Statement
for the year ended 31st December 2010

		2010		2009	
	Notes	£	£	£	£
Net cash inflow from operating activities	1		821,287		1,361,398
Returns on investments and servicing of finance	2		(121,434)		(130,793)
Taxation			(74,838)		(8,846)
Capital expenditure	2		(169,967)		(67,970)
Equity dividends paid			(74,000)		-
			381,048		1,153,789
Financing	2		(723,858)		414,029
(Decrease)/Increase in cash in the period			(342,810)		1,567,818
Reconciliation of net cash flow to movement in net debt	3				
(Decrease)/Increase in cash in the period			(342,810)		1,567,818
Cash outflow/(inflow) from decrease/(increase) in debt and lease financing			117,115		(688,458)
Change in net debt resulting from cash flows			(225,695)		879,360
Movement in net debt in the period			(225,695)		879,360
Net debt at 1st January			(807,492)		(1,686,852)
Net debt at 31st December			(1,033,187)		(807,492)

The notes form part of these financial statements

SPENCERS LIMITED (REGISTERED NUMBER: 03560193)
TRADING AS CARRS OF BURY ST EDMUNDS

Notes to the Cash Flow Statement
for the year ended 31st December 2010

1 RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2010	2009
	£	£
Operating profit	605,749	375,405
Depreciation charges	130,915	177,620
(Profit)/Loss on disposal of fixed assets	(567)	4,752
Decrease in stocks	13,169	82,116
Decrease/(Increase) in debtors	133,939	(122,868)
(Decrease)/Increase in creditors	(61,918)	844,373
Net cash inflow from operating activities	821,287	1,361,398

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

	2010	2009
	£	£
Returns on investments and servicing of finance		
Interest paid	(117,736)	(120,165)
Interest element of hire purchase payments	(3,698)	(10,628)
Net cash outflow for returns on investments and servicing of finance	(121,434)	(130,793)
Capital expenditure		
Purchase of tangible fixed assets	(171,667)	(74,492)
Sale of tangible fixed assets	1,700	6,522
Net cash outflow for capital expenditure	(169,967)	(67,970)
Financing		
Repayment of loans	(278,119)	(311,545)
New loans in the year	-	1,000,000
Capital repayments in year	(11,564)	-
Amount withdrawn by directors	(434,175)	(274,426)
Net cash (outflow)/inflow from financing	(723,858)	414,029

The notes form part of these financial statements

SPENCERS LIMITED (REGISTERED NUMBER: 03560193)
TRADING AS CARRS OF BURY ST EDMUNDS

Notes to the Cash Flow Statement
for the year ended 31st December 2010

3 ANALYSIS OF CHANGES IN NET DEBT

	At 1 1 10 £	Cash flow £	At 31.12 10 £
Net cash			
Cash at bank and in hand	1,296,027	(342,810)	953,217
	<u>1,296,027</u>	<u>(342,810)</u>	<u>953,217</u>
Debt			
Hire purchase	(64,702)	11,564	(53,138)
Debts falling due within one year	(105,772)	(2,094)	(107,866)
Debts falling due after one year	(1,933,045)	107,645	(1,825,400)
	<u>(2,103,519)</u>	<u>117,115</u>	<u>(1,986,404)</u>
Total	<u>(807,492)</u>	<u>(225,695)</u>	<u>(1,033,187)</u>

The notes form part of these financial statements

SPENCERS LIMITED (REGISTERED NUMBER: 03560193)
TRADING AS CARRS OF BURY ST EDMUNDS

Notes to the Financial Statements
for the year ended 31st December 2010

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention

Turnover

Turnover represents net sales of goods, excluding value added tax

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 1998, is being amortised evenly over its estimated useful life of twenty years

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease terms, whichever is shorter

Plant and machinery	- Straight line over 5 years
Fixtures and fittings	- Straight line over 5 years
Motor vehicles	- Straight line over 5 years
Computer equipment	- Straight line over 4 years

No depreciation is charged on the Freehold Property because any such charge would be immaterial due to the long useful economic life and high residual value of the property

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

In respect of consignment stocks, the accounting practices laid out in the Financial Reporting Standard No 5 ("FRS 5") entitled "Reporting the Substance of Transactions" have been adopted. This means that consignment stocks meeting the criteria of FRS 5 have been included on the balance sheet and a corresponding liability to the manufacturer recognised. Any deposits paid have been deducted from the liability.

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

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to the profit and loss account in the period to which they relate.

SPENCERS LIMITED (REGISTERED NUMBER: 03560193)
TRADING AS CARRS OF BURY ST EDMUNDS

Notes to the Financial Statements - continued
for the year ended 31st December 2010

2 STAFF COSTS

	2010	2009
	£	£
Wages and salaries	1,207,609	1,306,209
Social security costs	162,033	146,629
Other pension costs	26,878	22,590
	<u>1,396,520</u>	<u>1,475,428</u>

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

	2010	2009
Administration	16	15
Sales	19	18
Manual	18	16
	<u>53</u>	<u>49</u>

3 OPERATING PROFIT

The operating profit is stated after charging/(crediting)

	2010	2009
	£	£
Hire of plant and machinery	19,197	13,362
Depreciation - owned assets	91,986	138,690
Depreciation - assets on hire purchase contracts	21,169	21,169
(Profit)/Loss on disposal of fixed assets	(567)	4,752
Goodwill amortisation	17,760	17,760
Auditors' remuneration	18,000	18,250
	<u>37,987</u>	<u>56,030</u>

4 INTEREST PAYABLE AND SIMILAR CHARGES

	2010	2009
	£	£
Bank interest	87,163	87,550
Other loan interest	30,573	32,615
Hire purchase	3,698	10,628
	<u>121,434</u>	<u>130,793</u>

SPENCERS LIMITED (REGISTERED NUMBER: 03560193)
TRADING AS CARRS OF BURY ST EDMUNDS

Notes to the Financial Statements - continued
for the year ended 31st December 2010

5 TAXATION

Analysis of the tax charge

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

	2010 £	2009 £
Current tax		
UK corporation tax	139,726	74,838
Tax prior period adjustment	-	8,846
Total current tax	139,726	83,684
Deferred tax	4,083	(32,843)
Tax on profit on ordinary activities	143,809	50,841

Factors affecting the tax charge

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below

	2010 £	2009 £
Profit on ordinary activities before tax	484,315	244,612
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 28% (2009 - 28%)	135,608	68,491
Effects of		
Expenses not deductible for tax purposes	4,154	2,570
Capital allowances for the period in excess of depreciation	16,451	28,261
Losses utilised in the year	-	(4,180)
Marginal relief	(16,487)	(20,304)
Prior period adjustment	-	8,846
Current tax charge	139,726	83,684

6 DIVIDENDS

	2010 £	2009 £
Ordinary shares of £1 each		
Final	43,000	-
Interim	31,000	-
	74,000	-

SPENCERS LIMITED (REGISTERED NUMBER: 03560193)
TRADING AS CARRS OF BURY ST EDMUNDS

Notes to the Financial Statements - continued
for the year ended 31st December 2010

7 INTANGIBLE FIXED ASSETS

Goodwill
£

COST

At 1st January 2010
and 31st December 2010

355,000

AMORTISATION

At 1st January 2010
Amortisation for year

204,155

17,760

At 31st December 2010

221,915

NET BOOK VALUE

At 31st December 2010

133,085

At 31st December 2009

150,845

8 TANGIBLE FIXED ASSETS

**Freehold
buildings
£**

**Plant and
machinery
£**

**Fixtures
and
fittings
£**

COST

At 1st January 2010
Additions

2,176,034

154,884

192,370

129,996

5,057

23,447

At 31st December 2010

2,306,030

159,941

215,817

DEPRECIATION

At 1st January 2010
Charge for year
Eliminated on disposal

-

136,543

150,476

-

9,033

22,594

-

-

-

At 31st December 2010

-

145,576

173,070

NET BOOK VALUE

At 31st December 2010

2,306,030

14,365

42,747

At 31st December 2009

2,176,034

18,341

41,894

SPENCERS LIMITED (REGISTERED NUMBER: 03560193)
TRADING AS CARRS OF BURY ST EDMUNDS

Notes to the Financial Statements - continued
for the year ended 31st December 2010

8 TANGIBLE FIXED ASSETS - continued

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1st January 2010	501,603	205,220	3,230,111
Additions	-	13,167	171,667
Disposals	(1,700)	-	(1,700)
At 31st December 2010	499,903	218,387	3,400,078
DEPRECIATION			
At 1st January 2010	317,838	196,902	801,759
Charge for year	76,202	5,326	113,155
Eliminated on disposal	(567)	-	(567)
At 31st December 2010	393,473	202,228	914,347
NET BOOK VALUE			
At 31st December 2010	106,430	16,159	2,485,731
At 31st December 2009	183,765	8,318	2,428,352

Fixed assets, included in the above, which are held under hire purchase contracts are as follows

	Motor vehicles £
COST	
At 1st January 2010 and 31st December 2010	105,845
DEPRECIATION	
At 1st January 2010	31,754
Charge for year	21,169
At 31st December 2010	52,923
NET BOOK VALUE	
At 31st December 2010	52,922
At 31st December 2009	74,091

SPENCERS LIMITED (REGISTERED NUMBER: 03560193)
TRADING AS CARRS OF BURY ST EDMUNDS

Notes to the Financial Statements - continued
for the year ended 31st December 2010

9 STOCKS

	2010	2009
	£	£
Parts and accessories	222,589	201,949
Vehicles	2,176,839	2,534,224
Consignment stock	687,284	363,708
	<u>3,086,712</u>	<u>3,099,881</u>

Included within vehicles is £1,502,432 (2009 £1,508,935) which is security for the vehicle stock funding liability as disclosed in Note 15. Consignment stock of £687,284 (2009 £363,708) is security for the consignment stock funding as disclosed in Note 15.

10 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2010	2009
	£	£
Trade debtors	515,480	535,203
Other debtors	133,671	107,976
Directors' current accounts	707,316	273,141
Prepayments and accrued income	54,465	194,376
	<u>1,410,932</u>	<u>1,110,696</u>

11 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2010	2009
	£	£
Bank loans and overdrafts (see note 13)	107,866	105,772
Hire purchase contracts (see note 14)	53,138	11,564
Trade creditors	1,193,779	980,729
Vehicle stock funding	2,410,303	2,582,873
Tax	139,726	74,838
Social security and other taxes	192,488	314,952
Other creditors	312,855	481,153
Accruals and deferred income	79,297	63,503
	<u>4,489,452</u>	<u>4,615,384</u>

12 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2010	2009
	£	£
Bank loans (see note 13)	825,400	933,045
Other loans (see note 13)	1,000,000	1,000,000
Hire purchase contracts (see note 14)	-	53,138
	<u>1,825,400</u>	<u>1,986,183</u>

SPENCERS LIMITED (REGISTERED NUMBER: 03560193)
TRADING AS CARRS OF BURY ST EDMUNDS

Notes to the Financial Statements - continued
for the year ended 31st December 2010

13 LOANS

An analysis of the maturity of loans is given below

	2010 £	2009 £
Amounts falling due within one year or on demand		
Bank loans	<u>107,866</u>	<u>105,772</u>
Amounts falling due between one and two years		
Bank loans - 1-2 years	<u>119,263</u>	<u>107,870</u>
Amounts falling due between two and five years		
Bank loans - 2-5 years	<u>343,784</u>	<u>346,215</u>
Amounts falling due in more than five years		
Repayable otherwise than by instalments		
Other loans more 5 years	<u>1,000,000</u>	<u>1,000,000</u>
Repayable by instalments		
Bank loans more 5 yr	<u>362,353</u>	<u>478,960</u>

14 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

	Hire purchase contracts	
	2010 £	2009 £
Net obligations repayable		
Within one year	<u>53,138</u>	<u>11,564</u>
Between one and five years	<u>-</u>	<u>53,138</u>
	<u>53,138</u>	<u>64,702</u>

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

	Land and buildings	
	2010 £	2009 £
Expiring		
Between one and five years	<u>21,000</u>	<u>21,000</u>
In more than five years	<u>70,000</u>	<u>-</u>
	<u>91,000</u>	<u>21,000</u>

SPENCERS LIMITED (REGISTERED NUMBER: 03560193)
TRADING AS CARRS OF BURY ST EDMUNDS

Notes to the Financial Statements - continued
for the year ended 31st December 2010

15 SECURED DEBTS

The following secured debts are included within creditors

	2010	2009
	£	£
Bank loans	933,266	1,038,817
Other loans	1,000,000	1,000,000
Hire purchase contracts	53,138	64,702
Consignment stock funding	687,284	363,708
Vehicle stock funding	2,410,303	2,582,873
	<u>5,083,991</u>	<u>5,050,100</u>

The company's bank loan is secured by a charge dated 30/06/1998 over the company's freehold premises

The other loan is secured by a charge dated 09/10/2009 over the company's freehold premises

The Hire Purchase creditor is secured against the assets to which it relates

Consignment stock funding is secured against consignment stock

Vehicle stock funding is secured against the stock vehicles to which it relates

16 PROVISIONS FOR LIABILITIES

	2010	2009
	£	£
Deferred tax	<u>51,507</u>	<u>47,424</u>
		Deferred tax
		£
Balance at 1st January 2010		47,424
Movement in the year		<u>4,083</u>
Balance at 31st December 2010		<u><u>51,507</u></u>

17 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid			2010	2009
Number	Class	Nominal value	£	£
51,000	Ordinary	£1	51,000	51,000
49,000	Ordinary "A"	£1	49,000	49,000
			<u>100,000</u>	<u>100,000</u>

SPENCERS LIMITED (REGISTERED NUMBER: 03560193)
TRADING AS CARRS OF BURY ST EDMUNDS

Notes to the Financial Statements - continued
for the year ended 31st December 2010

18 RESERVES

	Profit and loss account £
At 1st January 2010	1,336,812
Profit for the year	340,506
Dividends	(74,000)
	<u>1,603,318</u>
At 31st December 2010	<u>1,603,318</u>

19 TRANSACTIONS WITH DIRECTORS

The following loan to directors subsisted during the years ended 31st December 2010 and 31st December 2009

	2010 £	2009 £
N A Spencer and Mrs C M Spencer		
Balance outstanding at start of year	273,141	(1,285)
Amounts advanced	434,175	274,426
Amounts repaid	-	-
Balance outstanding at end of year	<u>707,316</u>	<u>273,141</u>

Interest on the Directors Current Account balance has been charged in line with HMRC official interest rates

During the year the company paid dividends totalling £74,000 (2009 £Nil) to the directors of the company

20 RELATED PARTY DISCLOSURES

Thurston House Stud

Relationship: The business owned by Mrs C M Spencer, a director of the company

Transactions and Balances:

During the year Spencers Limited paid £65,000 (2009 £67,900) to Thurston House Stud in respect of advertising and promotion

Mrs C.A. Mapes

Relationship: Mrs C A Mapes is a close family member of Mrs C M Spencer, a director of the company

Transactions and Balances

At the balance sheet date Spencers Limited owed Mrs C A Mapes £1,000,000 (2009 £1,000,000) in the form of a long-term commercial loan

SPENCERS LIMITED (REGISTERED NUMBER: 03560193)
TRADING AS CARRS OF BURY ST EDMUNDS

Notes to the Financial Statements - continued
for the year ended 31st December 2010

21 ULTIMATE CONTROLLING PARTY

The ultimate controlling party of the company is Mr N A Spencer by virtue of his shareholding in the company, for both this and the preceding year

22 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2010	2009
	£	£
Profit for the financial year	340,506	193,771
Dividends	(74,000)	-
	266,506	193,771
Other recognised gains and losses relating to the year (net)	-	(81,297)
Net addition to shareholders' funds	266,506	112,474
Opening shareholders' funds	1,436,812	1,324,338
Closing shareholders' funds	1,703,318	1,436,812