

# Honda of Bournemouth Limited

**Unaudited Abbreviated Accounts ,**

for the Year Ended 31 December 2014

# Honda of Bournemouth Limited

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The following reproduces the text of the accountants' report in respect of the company's annual financial statements, from which the abbreviated accounts (set out on pages 2 to 4) have been prepared.

**Accountants' Report to the Board of Directors on the Preparation of the Unaudited  
Statutory Accounts of  
Honda of Bournemouth Limited  
for the Year Ended 31 December 2014**

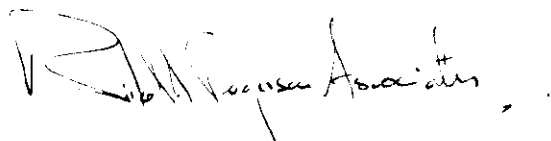
In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Honda of Bournemouth Limited for the year ended 31 December 2014 set out on pages from the company's accounting records and from information and explanations you have given us.

We have carried out this engagement in accordance with technical guidance issued by the Association of Accounting Technicians and have complied with the ethical guidance laid down by the Association relating to members undertaking the compilation of financial statements.

This report is made solely to the Board of Directors of Honda of Bournemouth Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Honda of Bournemouth Limited and state those matters that we have agreed to state to them, as a body, in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Honda of Bournemouth Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Honda of Bournemouth Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Honda of Bournemouth Limited. You consider that Honda of Bournemouth Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Honda of Bournemouth Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.



.....  
Birkett Ferguson LLP  
Accountants & Tax Advisors  
204A Lower Blandford Road  
Broadstone  
Dorset  
BH18 8DP  
17 April 2015

**Honda of Bournemouth Limited**  
**(Registration number: 05787157)**  
**Abbreviated Balance Sheet at 31 December 2014**

	Note	2014 £	2013 £
<b>Fixed assets</b>			
Intangible fixed assets		5,000	6,000
Tangible fixed assets		470,058	477,786
		<u>475,058</u>	<u>483,786</u>
<b>Current assets</b>			
Stocks		472,935	381,248
Debtors		19,134	15,601
Cash at bank and in hand		73,049	1,076
		565,118	397,925
Creditors: Amounts falling due within one year		(736,889)	(672,624)
Net current liabilities		(171,771)	(274,699)
Total assets less current liabilities		303,287	209,087
Creditors: Amounts falling due after more than one year		(87,445)	-
Net assets		<u>215,842</u>	<u>209,087</u>
<b>Capital and reserves</b>			
Called up share capital	<u>3</u>	10,100	10,100
Profit and loss account		205,742	198,987
Shareholders' funds		<u>215,842</u>	<u>209,087</u>

For the year ending 31 December 2014 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime .

Approved by the Board on 17 April 2015 and signed on its behalf by:

.....  
Mr Stuart August  
Director

.....  
Mr John August  
Director

The notes on pages 3 to 4 form an integral part of these financial statements.

**Honda of Bournemouth Limited**  
**Notes to the Abbreviated Accounts for the Year Ended 31 December 2014**  
*..... continued*

**1 Accounting policies**

**Basis of preparation**

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (Effective April 2008).

**Turnover**

Turnover represents amounts chargeable, net of value added tax, in respect of the sale of goods and services to customers.

**Goodwill**

Positive goodwill is capitalised, classified as an asset on the balance sheet and amortised on a straight line basis over its useful economic life. It is reviewed for impairment at the end of the first full financial year following the acquisition and in other periods if events or changes in circumstances indicate that the carrying value may not be recoverable.

**Amortisation**

Amortisation is provided on intangible fixed assets so as to write off the cost, less any estimated residual value, over their expected useful economic life as follows:

<b>Asset class</b>	<b>Amortisation method and rate</b>
Goodwill	10 years straight line

**Depreciation**

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life on a monthly basis as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Freehold property	2.2% straight line
Plant and machinery	20% reducing balance
Fixtures and fittings	15% reducing balance
Motor vehicles	25% reducing balance
Office equipment	25% reducing balance

**Stock**

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

**Financial instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as 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. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

**Honda of Bournemouth Limited**  
**Notes to the Abbreviated Accounts for the Year Ended 31 December 2014**  
*..... continued*

**2 Fixed assets**

	Intangible assets £	Tangible assets £	Total £
<b>Cost</b>			
At 1 January 2014	10,000	556,468	566,468
Additions	-	938	938
At 31 December 2014	10,000	557,406	567,406
<b>Depreciation</b>			
At 1 January 2014	4,000	78,682	82,682
Charge for the year	1,000	8,666	9,666
At 31 December 2014	5,000	87,348	92,348
<b>Net book value</b>			
At 31 December 2014	5,000	470,058	475,058
At 31 December 2013	6,000	477,786	483,786

**3 Share capital**

**Allotted, called up and fully paid shares**

	2014		2013	
	No.	£	No.	£
Ordinary shares of £1 each	100	100	100	100
Preference shares of £1 each	10,000	10,000	10,000	10,000
	10,100	10,100	10,100	10,100

**Non-redeemable preference shares**

The non-redeemable preference shares carry the right to an annual fixed cumulative preferential dividend of £3 per share and shall be increased in line with increases in the British Retail Prices Index and shall be paid annually on 30 April. In the event of a sale, winding up or other return or repayment of capital, the holder of the non-redeemable preference shares shall be entitled to a sum of £30 per share which shall be increased in line with the British Retail Prices Index from the date of allotment. This amount has priority to any payment made to the ordinary share holders.