

BERKHAMSTED MOTOR COMPANY LIMITED

REPORT AND ACCOUNTS:

Year ended 31st December, 1979.

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REGISTERED OFFICE:

20 Bridge Street,  
Leighton Buzzard,  
Bedfordshire.

SECRETARY:

D. J. Dunn

DIRECTORS:

B. J. Davey  
D. J. Dunn  
L. A. Finch

AUDITORS:

Hills and Burgess,  
20 Bridge Street,  
Leighton Buzzard,  
Bedfordshire.



Berkhamsted Motor Company LimitedREPORT OF THE DIRECTORS

The Directors present their report and audited Accounts for the year ended 31st December, 1979.

ACITIVITIES

The Company continues to be engaged principally in the business of Garage Proprietors.

STATE OF AFFAIRS

The state of the Company's affairs is as set out on pages 3. to 9.  
The Directors do not recommend payment of a dividend on the Ordinary Shares.  
The Directors propose that the sum of £2,160 be transferred from Reserves.

EXPORTS

No goods were exported during the year.

TAX STATUS

The Company is a close company within the meaning of Section 282, Income and Corporation Taxes Act 1970.

FIXED ASSETS

Details in changes in fixed assets are given in note 4. to the Accounts.

DIRECTORS

The following were Directors during the year and their beneficial interests in the number of Ordinary Shares of the Company were as stated below:

	<u>at 31st December, 1979</u>	<u>at 31st December, 1978</u>
B. J. Davey	None	None
D. J. Dunn	None	None
L. A. Finch	None	None

B. J. Davey and D. J. Dunn have an interest in Bletchley Motors (Holdings) Limited which supplies Management Services and Finance to the Company.

B. J. Davey retires by rotation at the Annual General Meeting and being eligible offers himself for re-election.

AUDITORS

Messrs. Hills and Burgess are recommended for re-appointment as auditors at the Annual General Meeting.

By Order of the Board,

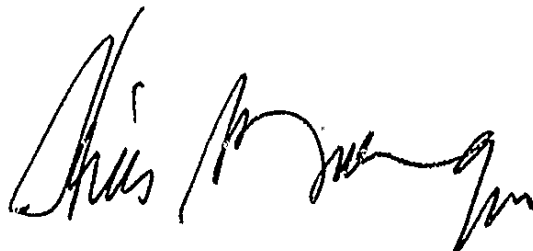
.....  
Secretary.

AUDITORS' REPORT TO THE MEMBERS OF  
BERKHAMSTED MOTOR COMPANY LIMITED

We have audited the financial statements on pages 3. to 9.

In common with many business of similar size and organisation the Company's system of control is dependent upon the close involvement of the Directors. In these circumstances we have accepted assurances from the Directors that all the Company's transactions have been reflected in the accounting records where independent confirmation of the completeness of the transactions was not available.

Subject to the foregoing, in our opinion the financial statements, which have been prepared under the historical cost convention, give a true and fair view of the state of the Company's financial affairs at 31st December, 1979 and of its loss and source and application of funds for the year then ended and comply with the Companies Acts 1948, 1967 and 1976.



HILLS AND BURGESS,  
20 Bridge Street,  
Leighton Buzzard,  
Bedfordshire.  
14th July, 1980.

Berkhamsted Motor Company LimitedBALANCE SHEET at 31st December, 1979.

	Notes	<u>1979</u>	<u>1978</u>
		£	£
<u>CAPITAL EMPLOYED</u>			
<u>FINANCED BY:</u>			
<u>SHARE CAPITAL</u>			
Authorised - Ordinary Shares of £1 each		100,000	100,000
Issued - Ordinary Shares of £1 each fully paid		100	100
<u>REVENUE RESERVES</u>			
Retained Profits		6,258	8,418
<u>CAPITAL PROVIDED BY THE SHAREHOLDERS</u>		6,358	8,518
<u>LOANS FROM BLETCHLEY MOTORS (HOLDINGS) LIMITED</u>		20,816	37,737
<u>DEFERRED TAXATION</u>	3.	29,691	821
<u>TOTAL CAPITAL EMPLOYED</u>		£ 56,865	£ 47,076

..... *B. H. Avery* ..... DIRECTOR

..... *[Signature]* ..... DIRECTOR

BALANCE SHEET at 31st December, 1979

	Notes	<u>1979</u>	<u>1978</u>
		£	£
<u>EMPLOYMENT OF CAPITAL</u>			
<u>FIXED ASSETS</u>	4.		
Plant and Equipment		12,746	1,579
Motor Vehicles		5,873	-
		<u>18,619</u>	<u>1,579</u>
<u>CURRENT ASSETS</u>			
Stock	5.	54,833	32,856
Debtors and Payments in Advance		63,069	41,849
Main Agents Deposit		20,000	15,900
Cash in Hand		<u>78</u>	<u>6</u>
		<u>137,980</u>	<u>90,611</u>
<u>LESS CURRENT LIABILITIES</u>			
Creditors and Accrued Expenses		78,301	13,807
Bank Overdraft		<u>21,433</u>	<u>31,307</u>
		<u>99,734</u>	<u>45,114</u>
<u>NET CURRENT ASSETS</u>		<u>38,246</u>	<u>45,497</u>
		<u>£ 56,865</u>	<u>£ 47,076</u>

PROFIT AND LOSS ACCOUNT for the year ended 31st December, 1979.

	Notes	1979 £	1978 £
<u>TURNOVER</u>		<u>1,047,258</u>	<u>823,037</u>
<u>PROFIT / (LOSS) before Taxation</u>		(4,716)	23,098
After Charging:			
Directors' Remuneration	6,189		-
Auditors' Remuneration	1,536		650
Depreciation	2,189		255
Interest on Bank Overdrafts and Loans and on Loans wholly repayable within five years	7,019		1,430
After Crediting:			
Rent Receivable	2,304		5,060
Preliminary Expenses written off			85
			<u>23,013</u>
<u>TAXATION</u>	3.	<u>(2,556)</u>	<u>9,506</u>
<u>PROFIT / (LOSS) AFTER TAXATION</u>		(2,160)	13,507
<u>RETAINED PROFITS / (ACCUMULATED LOSSES)</u>			
brought forward from last year		8,418	(5,089)
<u>RETAINED PROFITS</u>			
carried forward to next year		£ 6,258	£ 8,418

STATEMENT OF SOURCE AND APPLICATION OF FUNDS  
for the year ended 31st December, 1979.

	<u>1979</u>		<u>1978</u>	
	£	£	£	£
<u>SOURCES</u>				
Profit (Loss) before tax		(4,716)		23,098
Adjustments for items not involving the movement of funds:				
Depreciation		<u>2,189</u>		<u>255</u>
Funds generated from (absorbed by) trading		(2,527)		23,353
Loans received from Holding Company		-		11,237
Tax Losses transferred within Group		<u>31,426</u>		<u>-</u>
		28,899		34,590
<u>APPLICATIONS</u>				
Tax paid	( - )		(8,685)	
Loans repaid to Holding Company	(16,921)		( - )	
Purchase of Fixed Assets	( <u>19,229</u> )	(36,150)	( <u>958</u> )	(9,643)
		(7,251)		24,947
<u>(INCREASE) DECREASE IN WORKING CAPITAL</u>				
Stock	(21,977)		(4,742)	
Debtors	(25,320)		(26,081)	
Creditors	<u>64,494</u>	<u>17,197</u>	<u>5,014</u>	(25,809)
<u>(INCREASE) DECREASE IN SHORT TERM BORROWING</u>				
	£ 9,946		£	(862)
Reflected in:				
Bank Overdraft (Increase) Decrease		9,874		(858)
Cash Increase (Decrease)		<u>72</u>		<u>(4)</u>
	£ 9,946		£	(862)

NOTES ON THE ACCOUNTS

1. ACCOUNTING POLICIES

- (a) The Accounts are prepared under the historical cost convention.
- (b) Fixed Assets are recorded at cost and depreciation is provided to write off the assets over their useful lives as follows:
  - Plant and Equipment - 15% p.a. Reducing Balance
  - Motor Vehicles - 25% p.a. Reducing Balance
- (c) Turnover comprises of net sales, less discounts, excluding Value Added Tax.
- (d) Stock has been valued at the lower of cost and net realisable value, on bases consistent with previous years.
- (e) Deferred Taxation has been calculated on the Liability Method.

2. DIRECTORS' REMUNERATION

Chairman	- £ None
Highest paid Director	- £6,189

3. TAXATION

	<u>1979</u>	<u>1978</u>
(a) <u>ON THE PROFIT FOR THE YEAR</u>		
Transfer to/(from) Deferred Tax	£(2,556)	£ 821
(b) <u>DEFERRED</u>		
Capital Allowances	9,682	821
Stock appreciation relief	20,463	-
	<u>30,145</u>	<u>821</u>
Less Losses carried forward	454	-
	<u>29,691</u>	<u>821</u>

continued .....



Berkhamsted Motor Company LimitedNOTES ON THE ACCOUNTS - continued

4. <u>FIXED ASSETS</u>	<u>Plant and Equipment</u>	<u>Motor Vehicles</u>
Cost	£ 1,857	£ -
1st January, 1979	<u>12,735</u>	<u>6,494</u>
Additions	14,592	6,494
31st December, 1979	<u>14,592</u>	<u>6,494</u>
Depreciation	278	-
1st January, 1979	<u>1,568</u>	<u>621</u>
Charge for year	1,846	621
31st December, 1979	<u>1,846</u>	<u>621</u>
Net Book Value	<u>12,746</u>	<u>5,873</u>
5. <u>STOCKS</u>	<u>1979</u>	<u>1978</u>
Purchases for resale:	£18,702	£ 4,432
New Motor Vehicles	13,768	28,424
Used Motor Vehicles	8,401	-
Petrol and Oil	<u>12,962</u> £53,833	<u>-</u> £32,856
Spares	1,000	-
Stationery	<u>54,833</u>	<u>32,856</u>

continued.....

Berkhamsted Motor Company LimitedNOTES ON THE ACCOUNTS - continued

6. The bank overdraft represents this Company's proportion of a joint account with Midland Bank Limited in the names of Bletchley Motors (Holdings) Limited, Bletchley Motor Company Limited, Bletchley Motors Car Sales Limited, Bletchley Motor Contracts Limited, Bletchley Motors (Rentals) Limited, Berkhamsted Motor Company Limited and Columba Finance Limited. There is a contingent liability of £201,671, secured by a floating charge on the Company's assets, in respect of guarantees given to Midland Bank Limited in connection with loan and overdraft facilities afforded to Bletchley Motors (Holdings) Limited and its subsidiaries.
7. At 31st December, 1979 this Company was a subsidiary of Bletchley Motors (Holdings) Limited incorporated in England and the aggregate amount of indebtedness to the Holding Companies and fellow subsidiary companies amounted to £4,257.
8. There is a contingent liability of an unlimited amount in respect of guarantees given to Finance Companies in connection with facilities afforded to Bletchley Motors (Holdings) Limited and its subsidiaries.