

Alan Myerscough Limited
-Abbreviated accounts-
For the year to 30th June 2000

Company number 2027076



J L WINDER & CO
CHARTERED ACCOUNTANTS

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Alan Myerscough Limited
Abbreviated accounts
For the year to 30th June 2000

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Alan Myerscough Limited

Company information
For the year to 30th June 2000

Incorporated in England on 9th July 1986

Company no.	2027076
Directors	Mr Alan Myerscough Mrs Margaret Alice Myerscough Mr Nigel Myerscough
Secretary	Mr Alan Myerscough
Registered Office	The Ellers Ulverston Cumbria LA12 0AA
Bankers	National Westminster Bank Plc Ramsden Square Barrow in Furness Cumbria LA14 1LN
Auditors	JL Winder & Co Chartered Accountants 125 Ramsden Square Barrow in Furness Cumbria LA14 1XA

Alan Myerscough Limited
Abbreviated directors' report
For the year to 30th June 2000

The directors present their annual report with the accounts of the company for the year to 30th June 2000.

Principal activity

The principal activity of the company during the year was that of motor dealers.

Review of business

During the year turnover decreased from £3416078 to £3011571 mainly due to a drop in car sales however there was an increase in the gross profit margins of approximately 1.54%.

Results and dividend

The profit for the financial year after taxation amounted to £67982 (1999 - £43443).

Fixed assets

Expenditure on fixed assets during the year amounted to £265356 (1999 - £477549). The movement of fixed assets during the year is set out in note 6 to the accounts.

Directors and their interests

The directors' interest in the £1 ordinary shares of the company remained unchanged throughout the year and are as follows:-

A Myerscough	98
Mrs MA Myerscough	1
N Myerscough	<u>1</u>
	<u>100</u>

Directors' responsibilities

We are required under company law to prepare financial statements for each financial year which 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 year.

In preparing these financial statements we have:-

- selected suitable accounting policies and applied them consistently;
- made reasonable and prudent judgements and estimates;
- stated whether applicable accounting standards have been followed;
- prepared the financial statements on a going concern basis.

We have also accepted responsibility for:

- keeping proper accounting records;
- safeguarding the company's assets;
- taking reasonable steps for the prevention and detection of fraud.

Alan Myerscough Limited

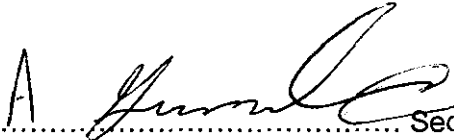
**Abbreviated directors' report
For the year to 30th June 2000
(continued)**

Auditors

The auditors, Messrs JL Winder and Company, chartered accountants are deemed to be reappointed in accordance with section 386 of the Companies Act 1985 by virtue of an elective resolution passed by the members on 6th June 1995.

In accordance with section 253(1) CA85, the company hereby gives notice that any member can, by giving notice in writing to the company at its registered office within 28 days from the date that the accounts were sent out, requisition the directors of the company to convene a general meeting for the purpose of laying the accounts and reports before the company.

By order of the board of directors


..... Secretary

Approved by the board on 15/3/01

Company number 2027076
Auditors' report to the shareholders of
Alan Myerscough Limited
Under section 247B of the Companies Act 1985

We have examined the abbreviated accounts set out pages 6 to 13 together with the financial statements of the company for the year ended 30th June 2000 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the 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.

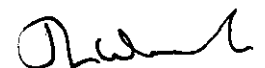
Basis of opinion

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 to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the 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, and the abbreviated accounts on pages 5 to 13 are properly prepared in accordance with that provision.

28TH March 2001



Registered auditors

Alan Myerscough Limited

**Abbreviated profit and loss account
For the year to 30th June 2000**

	Notes	2000 £	1999 £
Gross profit		287331	273394
Administrative expenses		<u>178745</u>	<u>183928</u>
Operating profit	2	108586	89466
Interest receivable		<u>20</u>	<u>2</u>
		108606	89468
Interest payable and similar charges	4	<u>22802</u>	<u>35636</u>
Profit on ordinary activities before taxation		85804	53832
Tax on profit on ordinary activities	5	<u>17822</u>	<u>10389</u>
Profit for the financial year		67982	43443
Retained profit brought forward		<u>565745</u>	<u>522302</u>
Retained profit carried forward		<u><u>633727</u></u>	<u><u>565745</u></u>

Total recognised gains and losses

The company had no recognised gains and losses other than the profit for the year.

Continuing operation

There were no acquisitions and no discontinued operations in the year.

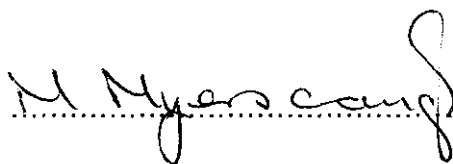
Alan Myerscough Limited

**Abbreviated balance sheet
As at 30th June 2000**

	Notes	2000 £	2000 £	1999 £	1999 £
Fixed assets					
Tangible assets	6		677638		709563
Current assets					
Stocks	7	332116		583513	
Debtors	8	98628		169661	
Cash at bank and in hand		<u>41990</u>		<u>84956</u>	
		472734		838130	
Creditors					
Amounts falling due within one year	9	<u>491423</u>		<u>945586</u>	
Net current liabilities			(18689)	(107456)	
Total assets less current liabilities			658949	602107	
Provision for liabilities and charges	10		<u>(25122)</u>	<u>(36262)</u>	
			<u>633827</u>	<u>565845</u>	
Capital and reserves					
Authorised share capital					
1000 ordinary shares of £1 each			<u>1000</u>	<u>1000</u>	
Allotted, called up and fully paid					
100 ordinary shares of £1 each			100	100	
Profit and loss account			<u>633727</u>	<u>565745</u>	
	11		<u>633827</u>	<u>565845</u>	

The abbreviated accounts have been prepared in accordance with the special provisions of part VII of the Companies Act 1985 relating to medium companies.

Signed on behalf of the board of directors

.....

Approved on 15/3/01.....

Alan Myerscough Limited

**Abbreviated cash flow statement
For the year to 30th June 2000**

	2000 £	2000 £	1999 £	1999 £
Net cash inflow from operating activities		337285		76908
Returns on investments and servicing of finance				
- Interest received	20		2	
- Interest paid	<u>(23572)</u>		<u>(36973)</u>	
		<u>(23552)</u>		<u>(36971)</u>
Taxation		<u>(6523)</u>		<u>(10997)</u>
Capital expenditure				
Payments to acquire tangible fixed assets	265356		477549	
Receipts from sales of tangible fixed assets	<u>(202855)</u>		<u>(342717)</u>	
Transfer of fixed assets to stock	<u>(83231)</u>		<u>(189793)</u>	
		<u>20730</u>		<u>54961</u>
Increase/(decrease) in cash		<u><u>327940</u></u>		<u><u>83901</u></u>
Reconciliation of net cash flow to movement in net debt				
Increase/(decrease) in cash in the period				
- Cash in hand and at bank	(42966)		57325	
- Overdrafts	<u>370906</u>		<u>(2563)</u>	
		327940		54762
Cash repaying bank loan		<u>-</u>		<u>29139</u>
Change in net debt		327940		83901
Net debt at 1 st July 1999		<u>(305595)</u>		<u>(389496)</u>
Net funds/(debt) at 30th June 2000				
- Cash in hand and at bank	41990		84956	
- Overdraft	<u>(19645)</u>		<u>(390551)</u>	
		<u><u>22345</u></u>		<u><u>(305595)</u></u>

Alan Myerscough Limited

Notes to the abbreviated accounts For the year to 30th June 2000

1. Accounting policies

Basis of accounting

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

Turnover

Turnover represents the total value of goods sold and income received from third parties, excluding value added tax. Any changes in work in progress are adjusted through turnover.

Depreciation

Depreciation is provided for in order to write off the cost of tangible fixed assets over their expected useful lives at the following rates:-

Buildings	1%
Equipment and tools	10-20%
Fixtures and fittings	10%
Computer equipment	25%
Hire car fleet	20%
Motor vehicles	20%

Stocks and work in progress

Stocks and work in progress are valued at the lower of cost and net realisable value.

Deferred taxation

Deferred taxation (based on the liability method) represents the estimated taxation which would be payable on a disposal of fixed assets at the amounts included in the balance sheet together with provisions for tax resulting from the different treatment for accounts and taxation purposes of certain provisions.

Operating leases

Operating lease rentals are charged to the profit and loss account as incurred.

Pension costs

The company operates a defined contribution pension scheme, the contributions are charged to the profit and loss account in the year in which they are paid.

Alan Myerscough Limited

Notes to the abbreviated accounts For the year to 30th June 2000 (continued)

2. Operating profit

	2000 £	1999 £
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The operating profit is stated after charging:-

Depreciation	31736	16530
Directors' remuneration (including benefits in kind and pension contributions)	41880	39092
Audit fees (including accountancy)	<u>8400</u>	<u>7200</u>

The amount charged to the profit and loss account for the directors in respect of the defined contribution pension scheme was £5327 (1999 - £4459). There were three directors accruing benefits under a money purchase scheme (1999 - 3).

3. Staff costs

Staff costs including directors comprise:-

Wages and salaries	316603	315628
Social security costs	24270	27798
Other pension costs	<u>8980</u>	<u>7795</u>
	<u>349853</u>	<u>351221</u>

The average weekly number of employees during the year was as follows:-

Office	5	9
Workshop	15	14
Sales staff	<u>8</u>	<u>9</u>
	<u>28</u>	<u>32</u>

4. Interest payable and similar charges

Bank loan and overdraft	9808	22585
Conditional sale agreements	-	(19)
Directors' loans	12994	12994
Other interest	<u>-</u>	<u>76</u>
	<u>22802</u>	<u>35636</u>

5. Taxation

The taxation charge which is based on the profit for the year comprises:-

UK corporation tax	27137	6523
Deferred taxation	<u>(9315)</u>	<u>3866</u>
	<u>17822</u>	<u>10389</u>

Alan Myerscough Limited

Notes to the abbreviated accounts For the year to 30th June 2000

6. Tangible fixed assets

	Freehold land and buildings	Equipment and tools	Fixtures and fittings	Computer equipment	Hire car fleet	Motor vehicles	Total
Cost							
At 1 st July 1999	540259	113616	18113	15519	195218	18359	901084
Additions		8290		1037	256029		265356
Disposals (proceeds £202855)					(184403)		(184403)
Transfer to stock					(83231)		(83231)
At 30 th June 2000	<u>540259</u>	<u>121906</u>	<u>18113</u>	<u>16556</u>	<u>183613</u>	<u>18359</u>	<u>898806</u>
Depreciation							
At 1 st July 1999	35006	106105	13479	5343	17073	14515	191521
Charge for the year	4432	4148	1812	3747	14448	3149	31736
Disposals					(2089)		(2089)
At 30 th June 2000	<u>39438</u>	<u>110253</u>	<u>15291</u>	<u>9090</u>	<u>29432</u>	<u>17664</u>	<u>221168</u>
Net book value							
At 30 th June 2000	<u>500821</u>	<u>11653</u>	<u>2822</u>	<u>7466</u>	<u>154181</u>	<u>695</u>	<u>677638</u>
At 30 th June 1999	<u>505253</u>	<u>7511</u>	<u>4634</u>	<u>10176</u>	<u>178145</u>	<u>3844</u>	<u>709563</u>

The land in freehold land and buildings is considered by the directors to have cost £100000.

7. Stocks and work in progress

	2000 £	1999 £
Cars	285966	548345
Parts	43104	34351
Work in progress	<u>3046</u>	<u>817</u>
	<u>332116</u>	<u>583513</u>

8. Debtors

Trade debtors	63616	142154
Prepayments	14578	18912
Other debtors	<u>20434</u>	<u>8595</u>
	<u>98628</u>	<u>169661</u>

Alan Myerscough Limited

**Notes to the abbreviated accounts
For the year to 30th June 2000
(continued)**

9. Creditors - amounts falling due within one year:-	2000	1999
	£	£
Bank overdraft	19645	390551
Trade creditors	56173	75104
Directors' current accounts	310948	404491
Corporation tax	27137	6523
Social security and other taxes	49587	56016
Other creditors	24565	12206
Accruals	<u>3368</u>	<u>695</u>
	<u>491423</u>	<u>945586</u>

Directors' current accounts include the sum of £129935 lent to the company by N and M Myerscough on which interest at 10% per annum is payable.

10. Provision for liabilities and charges

	Deferred tax £	Guarantee provision £	Total £
Balance at 1 st July 1999	28883	7379	36262
Transfer to profit and loss account	<u>(9315)</u>	<u>(1825)</u>	<u>(11140)</u>
Balance at 30 th June 2000	<u>19568</u>	<u>5554</u>	<u>25122</u>

Deferred taxation:-

The amount provided and the total potential deferred taxation is as follows:-

	2000	1999
	£	£
Accelerated capital allowances	12061	22274
Workshop allowances	<u>7507</u>	<u>6609</u>
	<u>19568</u>	<u>28883</u>

The capital gain realised on the sale of property in previous years has been rolled over into the freehold property known as The Ellers Garage. There is no deferred tax liability as the indexation allowance on The Ellers Garage to date exceeds the gain rolled over.

11. Reconciliation of shareholders' funds	2000	1999
	£	£
Profit for the year	67982	43443
Dividends paid	<u>-</u>	<u>-</u>
Net addition to shareholders' funds	67982	43443
Opening shareholders' funds	<u>565845</u>	<u>522402</u>
Closing shareholders' funds	<u>633827</u>	<u>565845</u>

Alan Myerscough Limited

Notes to the abbreviated accounts For the year to 30th June 2000 (continued)

12. Reconciliation of operating profit to net cash inflow from operating activities

	2000 £	1999 £
Operating profit	108586	59466
Depreciation charges/gain on sale	11195	(14959)
Decrease in provision for guarantees	(1825)	(856)
Decrease/(increase) in stocks	251397	(55398)
Decrease in debtors	71033	73574
(Decrease) in creditors	(103101)	(14919)
Net cash inflow from operating activities	<u>337285</u>	<u>76908</u>

13. Security

As part of their security the bank have a legal mortgage over The Ellers Garage and a mortgage debenture over the other assets of the company. The total net liability to the bank at 30th June 2000 amounted to £Nil (1999 - £305645).

14. Transactions with directors

Some land owed by Mr A Myerscough is leased, rent free, to the company with the company paying all annual outgoings.

15. Contingent liability

At the year end the company was committed to re-purchase over the next three years cars sold through the motability scheme at an agreed value totalling £158970 (1999 - £263680).

After being re-purchased these cars will be brought into stock and then re-sold. The directors consider that these cars will be sold for a sum in excess of their purchase costs.

16. Control relationship

The company was controlled throughout the current and previous period by Mr A Myerscough (one of the directors) by virtue of his 98% holding of the ordinary shares of the company.