

REGISTERED NUMBER 02658607 (England and Wales)

Abbreviated Accounts for the Year Ended 31 December 2012

for

Parkside (Barnstaple) Limited



**Contents of the Abbreviated Accounts
for the Year Ended 31 December 2012**

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors on the Abbreviated Accounts	5
Abbreviated Profit and Loss Account	6
Abbreviated Balance Sheet	7
Cash Flow Statement	8
Notes to the Cash Flow Statement	9
Notes to the Abbreviated Accounts	10

Parkside (Barnstaple) Limited
Company Information
for the Year Ended 31 December 2012

DIRECTORS

P J Squire
S Williams
D J Squire
Mrs W E Bassom
N C Williams
Mrs A V Lewis
A J Witherington

SECRETARY

P J Squire

REGISTERED OFFICE

Newport Road
Barnstaple
Devon
EX32 9BA

REGISTERED NUMBER

02658607 (England and Wales)

AUDITORS

ASE Audit LLP
Statutory Auditors & Chartered Accountants
Rowan Court
Concord Business Park
Manchester
Greater Manchester
M22 0RR

Parkside (Barnstaple) Limited (Registered number 02658607)

Report of the Directors
for the Year Ended 31 December 2012

The directors present their report with the accounts of the company for the year ended 31 December 2012

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of motor vehicle distributor, repairer and component supplier

REVIEW OF BUSINESS

Management focus in 2012 was very much on maximising returns from our established Vauxhall franchise whilst at the same time growing the Suzuki and Kia vehicle parcs in order to generate improved aftersales contributions from our two newest franchises

Vehicle sales volumes in 2012 increased for all three brands with overall volumes up by 20%. This increase combined with continued focus on retaining margins and maximising add-ons led to an improvement in sales department profitability of over 40%.

Aftersales profitability also increased, mainly due to improved parts margins and the continued growth in the Kia vehicle parc.

Overheads have been kept at a level below that of 2011 despite the increases in volumes.

DIVIDENDS

A dividend at the rate of £0.60 per ordinary share of £1 was paid on the following dates:

1st January 2012	-	£30,000
1st April 2012	-	£30,000
1st July 2012	-	£30,000
1st October 2012	-	£30,000

The directors recommend that no final dividends be paid. The total distribution of dividends for the year ended 31 December 2012 will be £120,000.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2012 to the date of this report:

P J Squire
S Williams
D J Squire
Mrs W E Bassom
N C Williams
Mrs A V Lewis
A J Withenington

FINANCIAL RISKS

Objectives and policies

The business' principal financial instruments comprise bank balances, bank overdrafts, trade debtors and trade creditors. The main purpose of these instruments is to finance the business' operations.

Price risk, credit risk, liquidity risk, and cash flow risk

In respect of bank balances, the liquidity risk is managed by maintaining a balance between the continuity of funding and flexibility through the use of overdrafts at floating rates of interest. All of the business' cash balances are held in such a way that achieves a competitive rate of interest. The business makes use of money market facilities where funds are available.

Trade debtors are managed in respect of credit and cash flow risk by policies concerning the credit offered to customers and regular monitoring of amounts outstanding for both time and credit limits. The amounts presented in the balance sheet are net of allowances for doubtful debtors.

Trade creditors' liquidity risk is managed by ensuring sufficient funds are available to meet amounts due.

Report of the Directors
for the Year Ended 31 December 2012

PRINCIPAL RISKS AND UNCERTAINTIES

The principal risks and uncertainties to the business are monitored by the directors' and are considered to be as follows

General business and economic conditions

The profitability of the business is influenced by the economic environment in the United Kingdom and could be adversely affected by a worsening of general economic conditions. Factors such as unemployment levels, consumer confidence, the level of discretionary spending and cost of credit could significantly affect the market for the sale of new and used vehicles.

Vehicle Manufacturers' and incentive programmes

We depend on the vehicle manufacturers' financial condition, marketing, vehicle design, production and distribution capabilities, reputation, management and industrial relations. Although the company does not depend on any single vehicle manufacturer, a failure by a manufacturer in the areas noted could lead to losses. Vehicle manufacturers provide a wide variety of sales incentives, warranties and other programmes that are intended to promote and support new vehicle sales at our dealerships. If manufacturers reduce or discontinue incentive programmes, this could have an adverse impact on our business.

Used Vehicle Price variation

Used vehicle prices can decline significantly. As a significant proportion of our business comprises used vehicle sales, these declines can have a material impact on our business. The impact of declines in used vehicle prices can result in reduced profits on sales and also write-downs in the value of used vehicle inventory.

Franchise Agreements

The company operates franchised motor vehicle dealerships. Franchises are awarded to us by the vehicle manufacturers. Failure to continue to hold franchises could result in a significant reduction in the profits of the company as this would end its rights to source new vehicles directly from the manufacturer to sell, to perform warranty repairs and display the vehicle manufacturer trademarks.

Competition

We compete with other franchised vehicle dealerships, independent used vehicle sellers, private buyers and sellers, internet based dealers, independent service and repair shops and vehicle manufacturers who have entered the retail market. We compete for the sale of new and used vehicles, the performance of warranty repairs, non-warranty repairs, routine maintenance business and for the provision of spare parts. The principal competitive factors in service and parts sales are price, familiarity with a manufacturer's brands and models and the quality of customer service.

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

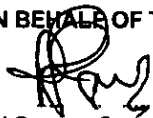
So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Report of the Directors
for the Year Ended 31 December 2012

AUDITORS

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

ON BEHALF OF THE BOARD



P J Squire - Secretary

Date 13/9/13

Report of the Independent Auditors to
Parkside (Barnstaple) Limited
Under Section 449 of the Companies Act 2006

We have examined the abbreviated accounts set out on pages six to fifteen, together with the full financial statements of Parkside (Barnstaple) Limited for the year ended 31 December 2012 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 auditors' 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 auditors

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.

Basis of opinion

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.

ASE Audit LLP

Alison Ness (Senior Statutory Auditor)
for and on behalf of ASE Audit LLP
Statutory Auditors & Chartered Accountants
Rowan Court
Concord Business Park
Manchester
Greater Manchester
M22 0RR

Date *16 SEPTEMBER 2013*

Parkside (Barnstaple) Limited (Registered number 02658607)

Abbreviated Profit and Loss Account
for the Year Ended 31 December 2012

	Notes	31 12 12 £	31 12 11 as restated £
TURNOVER		12,488,903	10,443,041
Cost of sales		(11,842,070)	(9,892,586)
		646,833	550,455
Administrative expenses		446,939	464,382
OPERATING PROFIT	3	199,894	86,073
Interest payable and similar charges	4	61,854	57,859
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		138,040	28,214
Tax on profit on ordinary activities	5	29,141	7,364
PROFIT FOR THE FINANCIAL YEAR		108,899	20,850

CONTINUING OPERATIONS

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

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous year

The notes form part of these abbreviated accounts

Parkside (Barnstaple) Limited (Registered number: 02658607)

Abbreviated Balance Sheet
31 December 2012

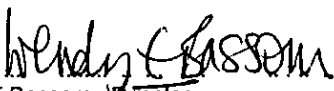
		31 12.12		31 12 11 as restated	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible assets	8		258,218		267,016
CURRENT ASSETS					
Stocks	9	2,208,516		2,129,136	
Debtors	10	851,079		959,442	
Cash at bank and in hand		671,773		237,343	
		<u>3,731,368</u>		<u>3,325,921</u>	
CREDITORS					
Amounts falling due within one year	11	<u>2,188,170</u>		<u>1,779,742</u>	
NET CURRENT ASSETS			<u>1,543,198</u>		<u>1,546,179</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,801,416</u>		<u>1,813,195</u>
PROVISIONS FOR LIABILITIES	15		<u>14,453</u>		<u>15,131</u>
NET ASSETS			<u><u>1,786,963</u></u>		<u><u>1,798,064</u></u>
CAPITAL AND RESERVES					
Called up share capital	16		50,000		50,000
Profit and loss account	17		<u>1,736,963</u>		<u>1,748,064</u>
SHAREHOLDERS' FUNDS	22		<u><u>1,786,963</u></u>		<u><u>1,798,064</u></u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to medium-sized companies

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

13/9/13

and were signed on


Mrs W E Bassom - Director


Mrs A V Lewis - Director

The notes form part of these abbreviated accounts

Parkside (Barnstaple) Limited (Registered number 02658607)

Cash Flow Statement
for the Year Ended 31 December 2012

		31 12 12	31 12 11 as restated
	Notes	£	£
Net cash inflow from operating activities	1	512,660	121,819
Returns on investments and servicing of finance	2	(61,854)	(57,859)
Taxation		(6,916)	(33,002)
Capital expenditure	2	(20,879)	(94)
Equity dividends paid		(120,000)	(120,000)
Increase/(decrease) in cash in the period		<u>303,011</u>	<u>(89,136)</u>

**Reconciliation of net cash flow
to movement in net funds**

	3		
Increase/(decrease) in cash in the period		<u>303,011</u>	<u>(89,136)</u>
Change in net funds resulting from cash flows		<u>303,011</u>	<u>(89,136)</u>
Movement in net funds in the period		<u>303,011</u>	<u>(89,136)</u>
Net funds at 1 January		<u>80,569</u>	<u>169,705</u>
Net funds at 31 December		<u>383,580</u>	<u>80,569</u>

The notes form part of these abbreviated accounts

Notes to the Cash Flow Statement
for the Year Ended 31 December 2012

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

	31 12 12	31 12 11 as restated
	£	£
Operating profit	199,894	86,073
Depreciation charges	29,677	29,845
Increase in stocks	(79,380)	(374,188)
Decrease in debtors	108,363	37,596
Increase in creditors	254,106	342,493
Net cash inflow from operating activities	<u>512,660</u>	<u>121,819</u>

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

	31 12 12	31 12 11 as restated
	£	£
Returns on investments and servicing of finance		
Interest paid	(61,854)	(57,859)
Net cash outflow for returns on investments and servicing of finance	<u>(61,854)</u>	<u>(57,859)</u>
Capital expenditure		
Purchase of tangible fixed assets	(20,879)	(19,224)
Sale of tangible fixed assets	-	19,130
Net cash outflow for capital expenditure	<u>(20,879)</u>	<u>(94)</u>

3 ANALYSIS OF CHANGES IN NET FUNDS

	At 1 1 12 £	Cash flow £	At 31 12 12 £
Net cash			
Cash at bank and in hand	237,343	434,430	671,773
Bank overdraft	(156,774)	(131,419)	(288,193)
	<u>80,569</u>	<u>303,011</u>	<u>383,580</u>
Total	<u>80,569</u>	<u>303,011</u>	<u>383,580</u>

**Notes to the Abbreviated Accounts
for the Year Ended 31 December 2012**

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax

Tangible fixed assets

Leasehold improvements	-	Over the period of the lease
Plant and machinery	-	10% - 25% on cost

Stocks

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

Consignment vehicles that are regarded effectively as being under the control of the company and, in accordance with FRS 5, are included within stocks on the balance sheet, although legal title has not passed to the company. The corresponding liability is included as consignment creditor and is secured directly on these vehicles

Deferred tax

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 that result in an obligation to pay more tax in the future or a right to pay less tax in the future, have accrued at the balance sheet date

Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in period different from those in which they are recognised in the financial statements

A net deferred tax asset is regarded as recoverable and therefore recognised only to the extent that, on the basis of all available evidence, it can be regarded as 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 not recognised when fixed assets are revalued, unless by the balance sheet date, there is a binding agreement to sell the revalued assets and the gain or loss expected to arise on sale has been recognised in the financial statements

Neither is deferred tax recognised when fixed assets are sold and it is more likely than not that the taxable gain will be rolled over, being charged to tax only if and when the replacement assets are sold

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

Deferred tax is measured on a non-discounted basis

Hire purchase and leasing commitments

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

Rentals payable under operating leases are charged to the profit and loss account on a straight line basis over the lease term

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

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 December 2012

2 STAFF COSTS

	31.12 12	31 12 11 as restated
	£	£
Wages and salaries	730,353	717,889
Social security costs	67,739	66,082
Other pension costs	4,043	5,672
	<u>802,135</u>	<u>789,643</u>

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

	31 12 12	31 12 11 as restated
Sales	13	13
Administration	10	9
Aftersales	8	7
Directors	7	8
	<u>38</u>	<u>37</u>

3 OPERATING PROFIT

The operating profit is stated after charging

	31 12 12	31 12 11 as restated
	£	£
Other operating leases	81,000	81,092
Depreciation - owned assets	29,677	29,845
Auditors' remuneration	4,000	5,940
	<u>67,197</u>	<u>64,968</u>

The number of directors to whom retirement benefits were accruing was as follows

Money purchase schemes	<u>1</u>	<u>1</u>
------------------------	-----------------	-----------------

4 INTEREST PAYABLE AND SIMILAR CHARGES

	31.12 12	31 12 11 as restated
	£	£
Stocking Interest	<u>61,854</u>	<u>57,859</u>

5 TAXATION

Analysis of the tax charge

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

	31.12.12	31 12 11 as restated
	£	£
Current tax		
UK corporation tax	29,819	6,915
Deferred tax	(678)	449
Tax on profit on ordinary activities	<u>29,141</u>	<u>7,364</u>

**Notes to the Abbreviated Accounts - continued
for the Year Ended 31 December 2012**

5 TAXATION - continued

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.

	31 12 12	31 12 11 as restated
	£	£
Profit on ordinary activities before tax	<u>138,040</u>	<u>28,214</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20% (2011 - 20 248%)	27,608	5,713
Effects of		
Expenses not deductible for tax purposes	1,210	-
Depreciation in excess of capital allowances	<u>1,001</u>	<u>1,202</u>
Current tax charge	<u>29,819</u>	<u>6,915</u>

6 DIVIDENDS

	31 12 12	31 12 11 as restated
	£	£
Ordinary shares of £1 each Interim	<u>120,000</u>	<u>120,000</u>

7 PRIOR YEAR ADJUSTMENT

During the year the directors have reconsidered the disclosure of certain revenue items in the previous year and adjusted these accordingly in accordance with FRS 28. This adjustment has had no impact upon previously reported results.

8 TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Totals £
COST			
At 1 January 2012	198,769	312,446	511,215
Additions	-	20,879	20,879
Disposals	-	(101,907)	(101,907)
At 31 December 2012	<u>198,769</u>	<u>231,418</u>	<u>430,187</u>
DEPRECIATION			
At 1 January 2012	13,119	231,080	244,199
Charge for year	10,572	19,105	29,677
Eliminated on disposal	-	(101,907)	(101,907)
At 31 December 2012	<u>23,691</u>	<u>148,278</u>	<u>171,969</u>
NET BOOK VALUE			
At 31 December 2012	<u>175,078</u>	<u>83,140</u>	<u>258,218</u>
At 31 December 2011	<u>185,650</u>	<u>81,366</u>	<u>267,016</u>

**Notes to the Abbreviated Accounts - continued
for the Year Ended 31 December 2012**

9 STOCKS

	31 12 12	31 12 11 as restated
	£	£
Vehicle Stock	1,048,860	1,380,873
Consignment Stock	981,213	592,819
Parts Stock	178,443	155,444
	<u>2,208,516</u>	<u>2,129,136</u>

10 DEBTORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	31 12 12	31 12 11 as restated
	£	£
Trade debtors	124,841	206,889
Other debtors	483,754	572,851
Prepayments and accrued income	242,484	179,702
	<u>851,079</u>	<u>959,442</u>

11 CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	31 12 12	31 12 11 as restated
	£	£
Bank loans and overdrafts (see note 12)	288,193	156,774
Trade creditors	727,874	855,861
Consignment creditor	981,213	592,819
Tax	29,819	6,916
Social security and other taxes	71,135	55,899
Accruals and deferred income	89,936	111,473
	<u>2,188,170</u>	<u>1,779,742</u>

12 LOANS

An analysis of the maturity of loans is given below

	31 12 12	31 12 11 as restated
	£	£
Amounts falling due within one year or on demand		
Bank overdrafts	<u>288,193</u>	<u>156,774</u>

13 OPERATING LEASE COMMITMENTS

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

	31.12 12	31 12 11 as restated
	£	£
Expiring		
In more than five years	<u>81,000</u>	<u>81,000</u>

**Land and
buildings**

Parkside (Barnstaple) Limited (Registered number 02658607)

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 December 2012

14 SECURED DEBTS

The following secured debts are included within creditors

	31 12 12	31 12 11 as restated
	£	£
Bank overdrafts	288,193	156,774
Trade creditors	619,212	755,053
Consignment creditor	981,213	592,819
	<u>1,888,618</u>	<u>1,504,646</u>

Included within trade creditors is secured debt on vehicle funding Combined with the consignment creditor this debt is secured against the vehicles which it relates too

The bank borrowings are secured by a debenture over the trading commercial leasehold property formerly known as Parkside (Barnstaple) Limited, Newport Road, Barnstaple, Devon

15 PROVISIONS FOR LIABILITIES

	31 12 12	31 12 11 as restated
	£	£
Deferred tax	<u>14,453</u>	<u>15,131</u>
		Deferred tax
		£
Balance at 1 January 2012		15,131
Accelerated capital allowances		651
Short term timing differences		(1,329)
Balance at 31 December 2012		<u>14,453</u>

16 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid			31 12 12	31 12 11 as restated
Number	Class	Nominal value	£	£
50,000	Ordinary	£1	<u>50,000</u>	<u>50,000</u>

17 RESERVES

	Profit and loss account £
At 1 January 2012	1,748,064
Profit for the year	108,899
Dividends	(120,000)
At 31 December 2012	<u>1,736,963</u>

18 PENSION COMMITMENTS

The company operates a defined benefit contribution scheme The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £4,043 (2011 - £5,672)

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 December 2012

19 CONTINGENT LIABILITIES

As a result of a unlimited multilateral guarantee dated 16 October 2007 between Parkside (Barnstaple) Limited and its related companies, each company is jointly and severally liable for any amounts owed to the bank. At the year end the contingent liability in this respect amounted to £nil (2011 - £nil)

20 RELATED PARTY DISCLOSURES

County Garage (Barnstaple) Limited, a company which is related by virtue of common directorship for all the directors of Parkside (Barnstaple) Limited, purchased goods from Parkside (Barnstaple) Limited amounting to £71,197 (2011 - £67,552) and sold goods to Parkside (Barnstaple) Limited amounting to £42,751 (2011 - £110,134)

At the year end County Garage (Barnstaple) Limited owed Parkside (Barnstaple) Limited £596,754 (2011 - £572,851)

In addition to the above transactions a management charge of £50,000 (2011 - £50,000) has been incurred from County Garage (Barnstaple) Limited

21 ULTIMATE CONTROLLING PARTY

The company is owned by the directors who own 100% of the called up share capital

22 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31 12 12	31 12 11 as restated
	£	£
Profit for the financial year	108,899	20,850
Dividends	(120,000)	(120,000)
Net reduction of shareholders' funds	(11,101)	(99,150)
Opening shareholders' funds	1,798,064	1,897,214
Closing shareholders' funds	1,786,963	1,798,064