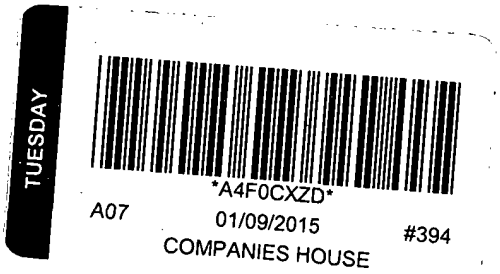
Registered number: 02658607

Parkside (Barnstaple) Limited

Abbreviated accounts

For the year ended 31 December 2014



Parkside (Barnstaple) Limited

Company Information

Directors	P J Squire S Williams D J Squire Mrs W E Bassom N C Williams Mrs A V Lewis A J Witherington
Company secretary	P J Squire
Registered number	02658607 (England and Wales)
Registered office	Newport Road Barnstaple Devon EX32 9BA
Independent auditors	ASE Audit LLP Chartered Accountants & Statutory Auditors Rowan Court Concord Business Park Manchester Greater Manchester M22 0RR

Parkside (Barnstaple) Limited

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Introduction

The directors present their stratigic report for the year ended 31 December 2014.

Business review

During the year we carried out a major refurbishment of our Vauxhall showroom, increasing the display area and bringing it up to date with the latest manufacturer requirements. The building work affected trading during the final quarter of the year but the directors are confident that the improvements to the showroom environment will improve Vauxhall vehicle sales going forward

Strategy

The strategy adopted during the year has been to continually build on the market position established by the company, together with a strong manufacturer brand nationally. This strategy is based largely on well established models under the manufacturer brand (including Vauxhall, Kia and Suzuki) and the development of new models.

Summary of key performance indicators

The directors have monitored the progress of the overall company strategy and the individual strategic elements by reference to gross margin and operating profit which are set out on the attached accounts.

Environmental policy

Management continue to work towards the development of the company's environmental policy. It is the managements' objective to continually improve performance in this area. When assessing the environmental performance of the company, management consider various measures, including waste, recycling and CO2 emissions from the company's vehicles.

Principal risks and uncertainties

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

General business and and economic conditions:
The profitability of the business is influenced by the economic environment in the United Kingdom and could be adversely affected by 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 the new vehicle sales at our dealerships. If manufacurers 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 maufacturers 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.

This report was approved by the board and signed on its behalf.

P J Squire
Director

Date: 10/08/2015

The directors present their report and the financial statements for the year ended 31 December 2014.

Principal activities

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

Results and dividends

The profit for the year, after taxation, amounted to £117,366 (2013 - £185,682).

Interim dividends of 60p per Ordinary £1 share were voted on the 1 January 2014, 1 April 2014, 1 July 2014 and 1 October 2014.

Total dividends voted and paid during the year amounted to £120,000.

Directors

The directors who served during the year were:

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

Financial instruments

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.

Directors' responsibilities statement

The directors are responsible for preparing the Strategic report, the Directors' report 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 judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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.

Disclosure of information to auditors

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Auditors

The auditors, ASE Audit LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the board and signed on its behalf.

P J Squire
Director

Date: 10/08/2015

Independent auditors' report to Parkside (Barnstaple) Limited Under section 449 of the Companies Act 2006

We have examined the abbreviated accounts set out on pages 6 to 17, together with the financial statements of Parkside (Barnstaple) Limited for the year ended 31 December 2014 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.

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 are properly prepared.

Opinion on financial statements

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 on pages 6 to 17 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
Chartered Accountants & Statutory Auditors
Rowan Court
Concord Business Park
Manchester
Greater Manchester
M22 0RR

Date: 17 August 2015

Parkside (Barnstaple) Limited

Abbreviated profit and loss account
For the year ended 31 December 2014

	Note	2014 £	2013 £
Turnover	1	**15,851,811**	14,812,841
Gross profit		**694,736**	765,726
Administrative expenses		**(468,507)**	(457,022)
Operating profit	2	**226,229**	308,704
Interest payable and similar charges	5	**(76,429)**	(76,285)
Profit on ordinary activities before taxation		**149,800**	232,419
Tax on profit on ordinary activities	6	**(32,434)**	(46,737)
Profit for the financial year	14	**117,366**	185,682

All amounts relate to continuing operations.

There were no recognised gains and losses for 2014 or 2013 other than those included in the Profit and loss account.

The notes on pages 9 to 17 form part of these financial statements.

Parkside (Barnstaple) Limited
Registered number: 02658607

Abbreviated balance sheet
As at 31 December 2014

	Note	2014 £	2014 £	2013 £	2013 £
Fixed assets					
Tangible assets	7		**452,850**		248,066
Current assets					
Stocks	8	**2,725,238**		2,908,866	
Debtors	9	**939,785**		969,702	
Cash at bank and in hand		**63,267**		199,751	
		3,728,290		4,078,319	
Creditors: amounts falling due within one year	10	**(2,312,473)**		(2,460,519)	
Net current assets			**1,415,817**		1,617,800
Total assets less current liabilities			**1,868,667**		1,865,866
Provisions for liabilities					
Deferred tax	12		**(18,656)**		(13,221)
Net assets			**1,850,011**		1,852,645
Capital and reserves					
Called up share capital	13		**50,000**		50,000
Profit and loss account	14		**1,800,011**		1,802,645
Shareholders' funds	15		**1,850,011**		1,852,645

The abbreviated accounts, which have been prepared in accordance with the special provisions of section 445(3) of the Companies Act 2006 relating to medium-sized companies, were approved and authorised for issue by the board and were signed on its behalf by:

Wendy E Bassom

Mrs W E Bassom
Director

Ann D Lewis

Mrs A V Lewis
Director

Date: 9th August 2015

The notes on pages 9 to 17 form part of these financial statements.

Parkside (Barnstaple) Limited

Abbreviated cash flow statement
For the year ended 31 December 2014

	Note	2014 £	2013 £
Net cash flow from operating activities	17	**232,518**	51,446
Returns on investments and servicing of finance	18	**(76,429)**	(76,285)
Taxation		**(47,969)**	(29,819)
Capital expenditure and financial investment	18	**(241,221)**	(21,866)
Equity dividends paid		**(120,000)**	(120,000)
Decrease in cash in the year		**(253,101)**	(196,524)

Reconciliation of net cash flow to movement in net funds/debt
For the year ended 31 December 2014

	2014 £	2013 £
Decrease in cash in the year	**(253,101)**	(196,524)
Movement in net debt in the year	**(253,101)**	(196,524)
Net funds at 1 January 2014	**187,058**	383,582
Net (debt)/funds at 31 December 2014	**(66,043)**	187,058

The notes on pages 9 to 17 form part of these financial statements.

1. Accounting policies

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with applicable accounting standards.

1.2 Turnover

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

Turnover represents amounts receivable for goods supplied and services provided, including finance commission earned net of trade discounts, VAT and other sales related taxes.

Sales of motor vehicles, parts and accessories are recognised on the earlier of full payment by, or delivery date to the customer together with the associated manufacturer vehicle bonus income. Any other manufacturer income in relation to achieving targets is recognised on an accruals basis. Servicing revenue is recognised on the completion of the agreed work.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant and machinery	-	10% - 25% on cost
Improvements to property	-	Over the period of the lease

1.4 Operating leases

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

1.5 Stocks

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

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.

1. Accounting policies (continued)

1.6 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if 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 assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.7 Vehicle repurchase commitments

Obligations to purchase vehicles are included in vehicle repurchase commitments within stock, with the corresponding liability shown within creditors. The obligations are valued at their repurchase price, and provision is made against any anticipated losses in disposal.

1.8 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

2. Operating profit

The operating profit is stated after charging:

	2014	2013
	£	£
Depreciation of tangible fixed assets:		
- owned by the company	**35,785**	31,372
Auditors' remuneration	**3,405**	3,200
Auditors' remuneration - non-audit	**840**	800
Operating lease rentals:		
- other operating leases	**81,000**	81,000
Profit/loss on sale of tangible assets	**653**	646

3. Staff costs

Staff costs, including directors' remuneration, were as follows:

	2014	2013
	£	£
Wages and salaries	**904,739**	805,295
Social security costs	**78,105**	76,079
Other pension costs	**6,881**	4,156
	989,725	885,530

3. Staff costs (continued)

The average monthly number of employees, including the directors, during the year was as follows:

	2014 No.	2013 No.
Sales	**10**	11
Administration	**4**	4
Aftersales	**20**	20
Directors	**7**	7
	41	42

4. Directors' remuneration

	2014 £	2013 £
Remuneration	**84,654**	67,544

During the year retirement benefits were accruing to 1 director (2013 - 1) in respect of defined contribution pension schemes.

5. Interest payable

	2014 £	2013 £
Stocking interest	**76,429**	76,285

6. Taxation

	2014 £	2013 £
Analysis of tax charge in the year		
Current tax (see note below)		
UK corporation tax charge on profit for the year	**26,999**	47,969
Deferred tax (see note 12)		
Origination and reversal of timing differences	**5,435**	(1,232)
Tax on profit on ordinary activities	**32,434**	46,737

6. Taxation (continued)

Factors affecting tax charge for the year

The tax assessed for the year is lower than (2013 - higher than) the standard rate of corporation tax in the UK of 20% (2013 - 20%). The differences are explained below:

	2014 £	2013 £
Profit on ordinary activities before tax	**149,800**	232,419
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2013 - 20%)	**29,960**	46,484
Effects of:		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	**46**	573
Capital allowances for year in excess of depreciation	**(3,007)**	1,999
Short term timing difference leading to an increase (decrease) in taxation	**-**	(1,087)
Current tax charge for the year (see note above)	**26,999**	47,969

Factors that may affect future tax charges

There were no factors that may affect future tax charges.

7. Tangible fixed assets

	Improvements to property £	Plant and machinery £	Total £
Cost			
At 1 January 2014	**203,445**	**246,852**	**450,297**
Additions	**191,992**	**49,229**	**241,221**
Disposals	**-**	**(7,383)**	**(7,383)**
At 31 December 2014	**395,437**	**288,698**	**684,135**
Depreciation			
At 1 January 2014	**34,522**	**167,709**	**202,231**
Charge for the year	**12,318**	**23,467**	**35,785**
On disposals	**-**	**(6,731)**	**(6,731)**
At 31 December 2014	**46,840**	**184,445**	**231,285**
Net book value			
At 31 December 2014	**348,597**	**104,253**	**452,850**
At 31 December 2013	168,923	79,143	248,066

8. Stocks

	2014 £	2013 £
Vehicles	**2,449,480**	2,666,308
Parts	**275,758**	242,558
	2,725,238	2,908,866

Included within vehicle stock is consignment stock amounting to £964,558 (2013: £1,317,290).

9. Debtors

	2014 £	2013 £
Trade debtors	**189,058**	252,163
Amounts owed by group undertakings	**601,051**	491,488
Prepayments and accrued income	**149,676**	226,051
	939,785	969,702

10. Creditors: Amounts falling due within one year

	2014 £	2013 £
Bank loans and overdrafts	**129,310**	12,693
Trade creditors	**1,835,405**	2,158,424
Corporation tax	**26,999**	47,969
Other taxation and social security	**101,926**	103,349
Accruals and deferred income	**218,833**	138,084
	2,312,473	2,460,519

Included within trade creditors are consignment creditors amounting to £964,558 (2013: £1,317,290).

11. Secured creditors

The following secured debts are included within creditors:

	2014 £	2013 £
Bank overdrafts	**129,310**	12,693
Trade creditors	**666,528**	691,838
Consignment creditor	**964,558**	1,317,290
Total	**1,760,396**	2,021,821

The bank borrowings are secured by an unlimited debenture dated 19 November 1991 and a first legal charge dated 6 January 1992 over the freehold land and buildings at 1-5 and 7-8 Hollowtree Road, Barnstaple, Devon, and a first charge over the leasehold land and buildings at Newport Road, Barnstaple.

Included within trade creditors is secured debt on vehicle funding. This debt is secured against the vehicles to which it relates

Consignment funding is secured over the vehciles to which it relates.

12. Deferred taxation

	2014 £	2013 £
At beginning of year	**13,221**	14,453
Charge for/(released during) year (P&L)	**5,435**	(1,232)
At end of year	**18,656**	13,221

The provision for deferred taxation is made up as follows:

	2014 £	2013 £
Accelerated capital allowances	**18,760**	13,279
Short term timing differences	**(104)**	(58)
	18,656	13,221

13. Share capital

	2014 £	2013 £
Allotted, called up and fully paid		
50,000 Ordinary shares of £1 each	**50,000**	50,000

14. Reserves

	Profit and loss account £
At 1 January 2014	**1,802,645**
Profit for the financial year	**117,366**
Dividends: Equity capital	**(120,000)**
At 31 December 2014	**1,800,011**

15. Reconciliation of movement in shareholders' funds

	2014 £	2013 £
Opening shareholders' funds	**1,852,645**	1,786,963
Profit for the financial year	**117,366**	185,682
Dividends (Note 16)	**(120,000)**	(120,000)
Closing shareholders' funds	**1,850,011**	1,852,645

16. Dividends

	2014 £	2013 £
Dividends paid on equity capital	**120,000**	120,000

17. Net cash flow from operating activities

	2014 £	2013 £
Operating profit	**226,229**	308,704
Depreciation of tangible fixed assets	**35,785**	31,372
Loss on disposal of tangible fixed assets	**653**	646
Decrease/(increase) in stocks	**183,628**	(700,350)
Decrease/(increase) in debtors	**29,918**	(118,623)
(Decrease)/increase in creditors	**(243,695)**	529,697
Net cash inflow from operating activities	**232,518**	51,446

18. Analysis of cash flows for headings netted in cash flow statement

	2014 £	2013 £
Returns on investments and servicing of finance		
Interest paid	**(76,429)**	(76,285)

	2014 £	2013 £
Capital expenditure and financial investment		
Purchase of tangible fixed assets	**(241,221)**	(21,866)

19. Analysis of changes in net funds

	1 January 2014 £	Cash flow £	Other non-cash changes £	31 December 2014 £
Cash at bank and in hand	**199,751**	**(136,484)**	-	**63,267**
Bank overdraft	**(12,693)**	**(116,617)**	-	**(129,310)**
Net funds	**187,058**	**(253,101)**	-	**(66,043)**

20. Pension commitments

The company operates a defined contribution scheme. The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £6,881 (2013 - £4,156).

21. Operating lease commitments

At 31 December 2014 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings 2014 £	2013 £
Expiry date:		
After more than 5 years	**81,000**	81,000

22. Related party transactions

County Garage (Barnstaple) Limited, is a company which is related by virtue of common directorship. Parkside (Branstaple) Limited purchased goods from County Garages (Barnstaple) Limited amounting to £166,326 (2013: £178,023) and sold goods to County Garages (Barnstaple) Limited amounting to £63,422 (2013: £364,640).

At the year end County Garage (Barnstaple) Limited owed Parkside (Barnstaple) Limited £601,051 (2013: £601,051) in the form of a loan. Further, trade balances of £5,219 payable to County Garage (Barnstaple) Limited from Parkside (Barnstaple) Limited subsisted as of 31 December 2014 (2013: £3,437).

In addition to the above transactions a management charge of £42,000 (2013: £50,000) was paid to County Garage (Barnstaple) Limited.

An offset agreement exists on the bank balances of the County Garage (Barnstaple) Limited, Parkside (Barnstaple) Limited and Squires Garages (Barnstaple) Limited.

Dividends amounting to £120,000 were paid to directors during the year.

23. Controlling party

During the current and preceding year there was no ultimate controlling party.