

REGISTERED NUMBER: 02658607 (England and Wales)

Report of the Directors and
Financial Statements for the Year Ended 31 December 2016
for
Parkside (Barnstaple) Limited



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for the Year Ended 31 December 2016

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Parkside (Barnstaple) Limited
Company Information
for the Year Ended 31 December 2016

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

Report of the Directors
for the Year Ended 31 December 2016

The directors present their report with the financial statements of the company for the year ended 31 December 2016.

DIVIDENDS

Interim dividends of 0.60p per Ordinary £1 share were voted on the 1 January 2016, 1 April 2016, 1 July 2016 and 1 October 2016.

The directors recommended that no final dividend be paid on these shares.

No interim dividend was paid on Ordinary A £1 shares.

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

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2016 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 Witherington

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;

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.

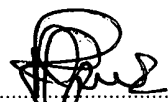
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

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.

AUDITORS

The auditors, ASE Audit LLP, will be proposed for re-appointment.

ON BEHALF OF THE BOARD:


.....
P J Squire - Director

Date: 17/8/17

Parkside (Barnstaple) Limited (Registered number: 02658607)

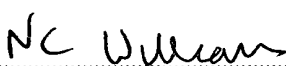
Statement of Financial Position
31 December 2016

	Notes	2016 £	2015 £
FIXED ASSETS			
Tangible assets	4	519,458	519,060
CURRENT ASSETS			
Stocks	5	3,411,928	2,797,788
Debtors	6	882,937	1,141,845
Cash in hand		467	467
		<u>4,295,332</u>	<u>3,940,100</u>
CREDITORS			
Amounts falling due within one year	7	(3,124,562)	(2,681,616)
NET CURRENT ASSETS		<u>1,170,770</u>	<u>1,258,484</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,690,228</u>	<u>1,777,544</u>
PROVISIONS FOR LIABILITIES		<u>(25,436)</u>	<u>(23,056)</u>
NET ASSETS		<u><u>1,664,792</u></u>	<u><u>1,754,488</u></u>
CAPITAL AND RESERVES			
Called up share capital	10	54,287	54,287
Retained earnings		<u>1,610,505</u>	<u>1,700,201</u>
SHAREHOLDERS' FUNDS		<u><u>1,664,792</u></u>	<u><u>1,754,488</u></u>

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 17/8/17 and were signed on its behalf by:


N C Williams - Director


S Williams - Director

The notes form part of these financial statements

Notes to the Financial Statements
for the Year Ended 31 December 2016

1. STATUTORY INFORMATION

Parkside (Barnstaple) Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation and functional currency of the financial statements is the Pound Sterling (£).

The address of the company's principal place of business is Newport Road, Barnstaple, Devon, EX32 9BA.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Significant judgements and estimates

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates.

The following judgements (apart from those involving estimates) have had the most significant effect on amounts recognised in the financial statements:

Consignment stock

Vehicles held on consignment have been included in 'finished goods' within 'inventories' on the basis that the company has determined that it holds the significant risks and rewards attached to these vehicles.

Stock valuation

Stock valuation is regularly monitored against age profile and market demand. Management use a number of market tools during the appraisal process including Glass' and CAP valuation guides. The directors maintain oversight of ageing stock profiles and a monthly review of any provision required is performed.

Property, plant and equipment assets

Property, plant and equipment are reviewed for impairment if events or circumstances indicate that the carrying value may not be recoverable. When an impairment review is carried out the recoverable value is determined based on value in use calculations which require estimates to be made of future cash flows.

Incentives and other rebates from brand partners

The company receives income in the form of various incentives which are determined by our brand partners. The amount we receive is generally based on achieving specific objectives such as a specified sales volume, as well as other objectives including maintaining brand partner standards which may include, but are not limited to, retail centre image and design requirements, customer satisfaction survey results and training standards. Objectives are generally set and measured on either a quarterly or annual basis.

Where incentives are based on a specific sales volume or number of registrations, the related income is recognised as a reduction in cost of sales when it is reasonably certain that the income has been earned. This is generally the later of the date the related vehicles are sold or registered or when it is reasonably certain that the related target will be met. Where incentives are linked to retail centre image and design requirements, customer satisfaction survey results or training standards, they are recognised as a reduction in cost of sales when it is reasonably certain that the incentive will be received for the relevant period.

The company may also receive contributions towards advertising, promotional and rent expenditure. Where such contributions are received they are recognised as a reduction in the related expenditure in the period to which they relate.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2016

2. ACCOUNTING POLICIES - continued

Turnover

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before turnover is recognised:

Sale of goods

Turnover from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of turnover can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Rendering of services

Turnover from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of turnover can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably, and;
- the costs incurred and the costs to complete the contract can be measured reliably.

Commissions receivable

Turnover from commissions receivable is recognised when the amount can be reliably measured and it is probable that the company will receive the consideration.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation 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

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised within 'other operating income' in the Statement of comprehensive income.

Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell, after making due allowance for obsolete and slow moving stock.

At each reporting date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

Consignment Stock

Consignment vehicles which due to the significant risks and responsibilities of ownership passing to the company are regarded effectively as being under the control of the company and, in accordance with FRS 102 (1A), are included within stocks on the balance sheet, although legal title has not passed to the company. The corresponding liability is included as new vehicle funding within trade creditors and is secured directly on these vehicles.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2016

2. ACCOUNTING POLICIES - continued

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Current or deferred taxation assets and liabilities are not discounted.

Pension costs and other post-retirement benefits

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payments obligations.

The contributions are recognised as an expense in the Income statement when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of financial position. The assets of the plan are held separately from the Company in independently administered funds.

Operating leases: lessee

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

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Creditors

Short term creditors are measured at the transaction price. Other financial liabilities are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Finance costs

Finance costs are charged to the Income Statement over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders.

Provisions for liabilities

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably required a settlement by a transfer of economic benefit, and reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to the Income statement in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the Statement of financial position date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Statement of financial position.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2016

2. ACCOUNTING POLICIES - continued

Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

In the Statement of cash flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the Company's cash management.

Share based payments

Where share options are awarded to employees, the fair value of the options at the date of grant is charged to the Income statement over the vesting period. Non-market vesting conditions are taken into account by adjusting the number of equity instruments expected to vest at each Statement of financial position date so that, ultimately, the cumulative amount recognised over the vesting period is based on the number of options that eventually vest. Market vesting conditions are factored into the fair value of the options granted. The cumulative expense is not adjusted for failure to achieve a market vesting condition.

The fair value of the award also takes into account non-vesting conditions. These are either factors beyond the control of either party (such as a target based on an index) or factors which are within the control of one or other of the parties (such as the Company keeping the scheme open or the employee maintaining any contributions required by the scheme).

Where the terms and conditions of options are modified before they vest, the increase in the fair value of the options, measured immediately before and after the modification, is also charged to Income statement over the remaining vesting period.

Where equity instruments are granted to persons other than employees, the Income statement is charged with fair value of goods and services received.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 45 (2015 - 41).

4. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Totals £
COST			
At 1 January 2016	441,096	326,657	767,753
Additions	10,954	44,163	55,117
Disposals	-	(1,103)	(1,103)
At 31 December 2016	452,050	369,717	821,767
DEPRECIATION			
At 1 January 2016	43,253	205,440	248,693
Charge for year	27,759	26,725	54,484
Eliminated on disposal	-	(868)	(868)
At 31 December 2016	71,012	231,297	302,309
NET BOOK VALUE			
At 31 December 2016			
	381,038	138,420	519,458
At 31 December 2015			
	397,843	121,217	519,060

Parkside (Barnstaple) Limited (Registered number: 02658607)

Notes to the Financial Statements - continued
for the Year Ended 31 December 2016

5. STOCKS

	2016	2015
	£	£
Vehicles	3,181,738	2,535,057
Parts	230,190	262,731
	<u>3,411,928</u>	<u>2,797,788</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016	2015
	£	£
Trade debtors	144,167	273,644
Amounts owed by related undertaking	601,051	601,051
Other debtors	137,719	267,150
	<u>882,937</u>	<u>1,141,845</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016	2015
	£	£
Bank overdraft	455,397	362,441
Trade creditors	2,362,185	1,876,050
Corporation tax	13,902	6,665
Social security and other taxes	72,172	206,035
Other creditors	220,906	230,425
	<u>3,124,562</u>	<u>2,681,616</u>

8. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2016	2015
	£	£
Within one year	81,000	81,000
Between one and five years	243,000	243,000
In more than five years	729,000	810,000
	<u>1,053,000</u>	<u>1,134,000</u>

9. SECURED DEBTS

The following secured debts are included within creditors:

	2016	2015
	£	£
Bank overdraft	455,397	362,441
Vehicle funding	2,160,668	1,777,430
	<u>2,616,065</u>	<u>2,139,871</u>

The bank borrowings are secured by an unlimited debenture dated 19 November 1991 and a first legal charge dated 6 January 1982 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.

The vehicle funding creditor is secured on the vehicles financed.

Parkside (Barnstaple) Limited (Registered number: 02658607)

Notes to the Financial Statements - continued
for the Year Ended 31 December 2016

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal value:	2016	2015
Number:	Class:		£	£
50,000	Ordinary	£1	50,000	50,000
4,287	Ordinary A	£1	4,287	4,287
			<u>54,287</u>	<u>54,287</u>

The two classes of shares have the same dividend and voting rights.

11. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Paul Allan Byrne BA (Double Hons) FCA (Senior Statutory Auditor)
for and on behalf of ASE Audit LLP

12. 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 £9,678 (2015: £9,296).

13. RELATED PARTY DISCLOSURES

County Garage (Barnstaple) Limited, is a company which is related by virtue of common directorship. Parkside (Barnstaple) Limited purchased goods from County Garages (Barnstaple) Limited amounting to £242,152 (2015: £289,046) and sold goods to County Garages (Barnstaple) Limited amounting to £98,588 (2015: £57,648).

At the year end County Garage (Barnstaple) Limited owed Parkside (Barnstaple) Limited £601,051 (2015: £601,051) in the form of a loan. At the year end the company had a trade debtor balance of £17,149 (2015: trade creditor balance of £4,681) with County Garages (Barnstaple) Limited.

In addition to the above transactions a management charge of £45,000 (2015: £42,000) was paid to County Garage (Barnstaple) Limited.

Squires Garages (Barnstaple) Limited, is a company which is related by virtue of common directorship. There were no transactions or balances with this company in 2016 or 2015.

An offset agreement exists on the bank balances of the County Garage (Barnstaple) Limited, Parkside (Barnstaple) Limited and Squires Garages (Barnstaple) Limited. The contingent liability at 31 December 2016 was £Nil (2015: £Nil).

During the year, total dividends of £120,000 (2015: £120,000) were paid to the directors.

14. ULTIMATE CONTROLLING PARTY

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

15. SHARE BASED PAYMENTS

A share option was granted on 10 August 2015 and can be exercised on 10 August 2025.

The option is for the purchase of 2,858 Ordinary 'B' Shares of £1 each at a price of £4.34 per Share.

No value for this option has been recognised due to the effect of the option being immaterial to the financial statements.