Registered number: 05560721

NEWTON AUTOMOTIVE LIMITED

UNAUDITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30 SEPTEMBER 2012



scruttonbland

NEWTON AUTOMOTIVE LIMITED

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF NEWTON AUTOMOTIVE LIMITED FOR THE YEAR ENDED 30 SEPTEMBER 2012

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Newton Automotive Limited for the Year ended 30 September 2012 which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given to us

As a member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at icaew com/regulations

This report is made solely to the Board of Directors of Newton Automotive Limited, as a body, in accordance with the terms of our engagement letter Our work has been undertaken solely to prepare for your approval the financial statements of Newton Automotive Limited and state those matters that we have agreed to state to them in this report in accordance with AAF 2/10 as detailed at icaew com/compilation To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Newton Automotive Limited and its Board of Directors, as a body, for our work or for this report

It is your duty to ensure that Newton Automotive Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the company's assets, liabilities, financial position and profit You consider that Newton Automotive Limited is exempt from the statutory audit requirement for the Year

We have not been instructed to carry out an audit or review of the financial statements of Newton Automotive Limited For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements

Scrutton Bland

Chartered Accountants

Sanderson House
17 - 19 Museum Street
Ipswich
Suffolk
IP1 1HE

4 December 2012

NEWTON AUTOMOTIVE LIMITED
REGISTERED NUMBER: 05560721

ABBREVIATED BALANCE SHEET
AS AT 30 SEPTEMBER 2012

	Note	£	2012 £	£	2011 £
Fixed assets					
Intangible assets	2		**487,500**		525,000
Tangible assets	3		**596,991**		595,070
			1,084,491		1,120,070
Current assets					
Stocks		**335,504**		330,051	
Debtors		**162,362**		178,511	
Cash at bank and in hand		**935,185**		719,661	
		1,433,051		1,228,223	
Creditors: amounts falling due within one year		**(494,227)**		(324,750)	
Net current assets			**938,824**		903,473
Total assets less current liabilities			**2,023,315**		2,023,543
Provisions for liabilities					
Deferred tax			**(14,475)**		(14,678)
Net assets			**2,008,840**		2,008,865
Capital and reserves					
Called up share capital	4		**300,100**		500,100
Other reserves			**500,000**		300,000
Profit and loss account			**1,208,740**		1,208,765
Shareholders' funds			**2,008,840**		2,008,865

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the company to obtain an audit for the Year in question in accordance with section 476 of the Act

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 30 September 2012 and of its profit for the Year in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company

ABBREVIATED BALANCE SHEET (continued)
AS AT 30 SEPTEMBER 2012

The abbreviated accounts, which have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006, were approved and authorised for issue by the board and were signed on its behalf on 4 December 2012

....
Mr J A Newton
Director

....
Mrs K Newton
Director

The notes on pages 4 to 7 form part of these financial statements

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2012

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 the Financial Reporting Standard for Smaller Entities (effective April 2008)

1.2 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the Year, exclusive of Value Added Tax and trade discounts

1.3 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities It is amortised to the Profit and Loss Account over its estimated economic life

1.4 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 bases stated below·

Plant and machinery	-	Straight line over 7 years
Motor vehicles	-	Straight line over 7 years
Fixtures and fittings	-	Straight line over 7 years
Computer equipment	-	Straight line over 7 years
Show vehicles	-	Straight line over 7 years

No depreciation is provided for on freehold property, since the directors consider that the residual values are so high that their depreciation is insignificant Any permanent diminuation in the value of such property will be charged to the profit and loss account

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 Cost includes all direct costs and an appropriate proportion of fixed and variable overheads

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2012

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 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction

Exchange gains and losses are recognised in the Profit and Loss Account

1.8 Financial Instruments

Financial instruments are classified according to the substance of the contractual agreements entered into An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2012

2. Intangible fixed assets

	£
Cost	
At 1 October 2011 and 30 September 2012	**750,000**
Amortisation	
At 1 October 2011	**225,000**
Charge for the Year	**37,500**
At 30 September 2012	**262,500**
Net book value	
At 30 September 2012	**487,500**
At 30 September 2011	525,000

3. Tangible fixed assets

	£
Cost	
At 1 October 2011	**770,149**
Additions	**35,045**
At 30 September 2012	**805,194**
Depreciation	
At 1 October 2011	**175,079**
Charge for the Year	**33,124**
At 30 September 2012	**208,203**
Net book value	
At 30 September 2012	**596,991**
At 30 September 2011	595,070

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2012

4. Share capital

	2012 £	2011 £
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	**100**	100
300,000 A Ordinary shares (2011 - 500,000) of £1 each	**300,000**	500,000
	300,100	500,100

5. Transactions with the directors

Included within other creditors in note 9 are thefollowing loan accounts with the directors

	Balance as at 1st October 2011 £	'A' Ordinary Share redeemed £	Movement during the year £	Balance at 30th September 2012 £
Mr R A Newton	**36,451**	**100,000**	**(21,192)**	**115,259**
Mrs V V Newton	**37,047**	**100,000**	**(25,516)**	**111,531**
Mr J A Newton	**(30,000)**	**-**	**39,993**	**9,993**