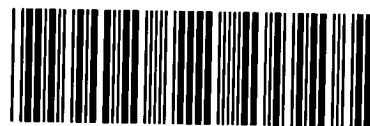


CM

**Group Strategic Report, Report of the Directors and
Audited Consolidated Financial Statements for the Year Ended 31 October 2016
for
Coventry Motor Group Limited**

WEDNESDAY



A6373TBF

A31

29/03/2017

#318

COMPANIES HOUSE

Coventry Motor Group Limited

Contents of the Consolidated Financial Statements for the Year Ended 31 October 2016

	Page
Company Information	1
Group Strategic Report	2
Report of the Directors	3
Report of the Independent Auditors	5
Consolidated Income Statement	6
Consolidated Other Comprehensive Income	7
Consolidated Balance Sheet	8
Company Balance Sheet	9
Consolidated Statement of Changes in Equity	10
Company Statement of Changes in Equity	11
Consolidated Cash Flow Statement	12
Notes to the Consolidated Cash Flow Statement	13
Notes to the Consolidated Financial Statements	14
Reconciliation of Equity	21
Reconciliation of Profit	23

Coventry Motor Group Limited
Company Information
for the Year Ended 31 October 2016

DIRECTORS:

Mr T Leggett
Mr A P Dodds
Mr D Everitt
Mrs A C France
Mr J Wainwright

SECRETARY:

Mrs A C France

REGISTERED OFFICE:

655 London Road
Coventry
CV3 4EX

REGISTERED NUMBER:

08777828 (England and Wales)

AUDITORS:

Franklin Underwood, Statutory Auditor
1 Pinnacle Way
Pride Park
Derby
Derbyshire
DE24 8ZS

Coventry Motor Group Limited
Group Strategic Report
for the Year Ended 31 October 2016

The directors present their strategic report of the company and the group for the year ended 31 October 2016.

REVIEW OF BUSINESS

The group achieved turnover for the year of £26.93 Million, an operating profit of £688k and a profit after tax of £545k. At the year end the group had net assets of £601k.

PRINCIPAL RISKS AND UNCERTAINTIES

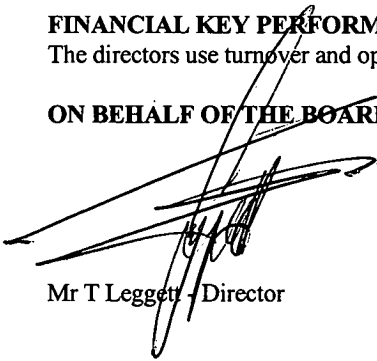
The trading performance to date in the year to 31 October 2016 has been in line with the directors expectations.

The directors are satisfied that there are no significant risks to the business outside those normally associated with the competitive nature of the motor industry.

FINANCIAL KEY PERFORMANCE INDICATORS

The directors use turnover and operating profits as key performance indicators for the business.

ON BEHALF OF THE BOARD:

A large, stylized handwritten signature in black ink, appearing to be 'T Leggett', is written over the text 'ON BEHALF OF THE BOARD:' and the name 'Mr T Leggett - Director'.

Mr T Leggett - Director

21 March 2017

Coventry Motor Group Limited
Report of the Directors
for the Year Ended 31 October 2016

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

DIVIDENDS

The total distribution of dividends for the year ended 31 October 2016 was £465,242.

Interim dividends of £1.24, £0.27 and £1.61 per share were paid on the 31 March 2016, 1 April 2016 and 31 October 2016 respectively. The directors recommend that no final dividend be paid.

RESEARCH AND DEVELOPMENT

The company is not currently undertaking any research and development activities.

FUTURE DEVELOPMENTS

The trading performance of the group in the period to 31 October 2016 is in line with the directors expectations.

The directors are satisfied that there are no significant risks to the business outside those normally associated with the competitive nature of the motor industry.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 November 2015 to the date of this report.

Mr T Leggett
Mr A P Dodds
Mr D Everitt
Mrs A C France
Mr J Wainwright

FINANCIAL INSTRUMENTS

Treasury operations

The company operates a centralised treasury function which is responsible for managing the liquidity and interest rate risks associated with the company's activities. The company's principal instruments are a bank loan and bank and cash balances. In addition the company has various other financial assets and liabilities such as trade debtors, trade creditors and consignment stock creditors arising directly from the operations of the business.

Liquidity risk

The company manages its cash requirements centrally to maximise interest income and minimise interest expense, whilst ensuring the the company has sufficient liquid resources to meet the operating needs of its business.

Interest rate risk

The company is exposed to fair value interest rate risk on its bank loan facility only. The company does not have a bank overdraft facility.

Foreign currency risk

The company does not have any foreign currency risk as all sales and purchases are made within the UK.

Credit risk

Investments of cash surpluses are made with the company's main bankers. Receivable balances are monitored on an ongoing basis and provision is made for doubtful debts where necessary.

Coventry Motor Group Limited

**Report of the Directors
for the Year Ended 31 October 2016**

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Group Strategic Report, 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 the group and of the profit or loss of the group 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 and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

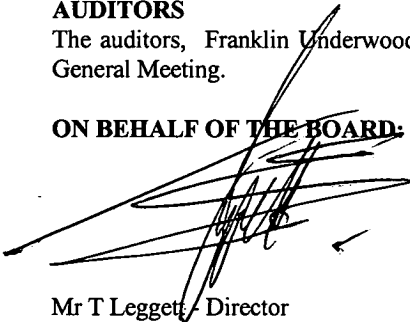
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

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 group'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 group's auditors are aware of that information.

AUDITORS

The auditors, Franklin Underwood, Statutory Auditor, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

A large, stylized handwritten signature in black ink, appearing to be 'T Leggett', is written over the text 'ON BEHALF OF THE BOARD:' and extends down towards the name 'Mr T Leggett'.

Mr T Leggett - Director

21 March 2017

Report of the Independent Auditors to the Members of Coventry Motor Group Limited

We have audited the financial statements of Coventry Motor Group Limited for the year ended 31 October 2016 on pages six to twenty three. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page four, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the group's and the parent company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Group Strategic Report and the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company's affairs as at 31 October 2016 and of the group's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

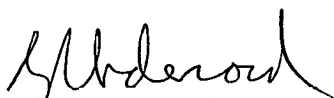
Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Group Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Gary Underwood (Senior Statutory Auditor)
for and on behalf of Franklin Underwood, Statutory Auditor
1 Pinnacle Way
Pride Park
Derby
Derbyshire
DE24 8ZS

21 March 2017

Coventry Motor Group Limited

**Consolidated Income Statement
for the Year Ended 31 October 2016**

	Notes	2016 £	2015 £
TURNOVER		26,930,708	23,025,122
Cost of sales		25,225,425	21,724,211
GROSS PROFIT		1,705,283	1,300,911
Administrative expenses		1,016,918	1,106,934
OPERATING PROFIT	3	688,365	193,977
Income from shares in group undertakings		-	87,005
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		688,365	280,982
Tax on profit on ordinary activities	4	142,933	42,447
PROFIT FOR THE FINANCIAL YEAR		545,432	238,535
Profit attributable to: Owners of the parent		545,432	238,535

The notes form part of these financial statements

Coventry Motor Group Limited
Consolidated Other Comprehensive Income
for the Year Ended 31 October 2016

Notes	2016 £	2015 £
PROFIT FOR THE YEAR	545,432	238,535
OTHER COMPREHENSIVE INCOME	—	—
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	<u>545,432</u>	<u>238,535</u>
Total comprehensive income attributable to: Owners of the parent	<u>545,432</u>	<u>238,535</u>

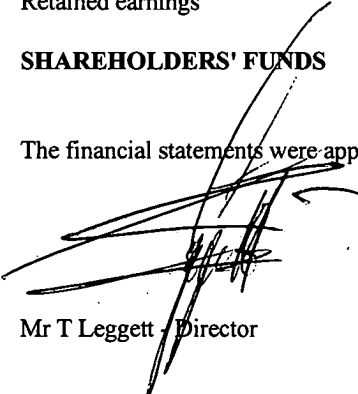
The notes form part of these financial statements

Coventry Motor Group Limited (Registered number: 08777828)

**Consolidated Balance Sheet
31 October 2016**

	Notes	2016 £	2015 £
FIXED ASSETS			
Intangible assets	7	(227,370)	(240,002)
Tangible assets	8	232,223	191,278
Investments	9	-	-
		<u>4,853</u>	<u>(48,724)</u>
CURRENT ASSETS			
Stocks	10	3,817,709	3,740,062
Debtors	11	612,814	651,033
Cash at bank		1,253,235	909,640
		<u>5,683,758</u>	<u>5,300,735</u>
CREDITORS			
Amounts falling due within one year	12	4,996,704	4,629,831
NET CURRENT ASSETS		<u>687,054</u>	<u>670,904</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		691,907	622,180
CREDITORS			
Amounts falling due after more than one year	13	(63,101)	(87,500)
PROVISIONS FOR LIABILITIES	17	(27,841)	(13,905)
NET ASSETS		<u><u>600,965</u></u>	<u><u>520,775</u></u>
CAPITAL AND RESERVES			
Called up share capital	18	149,400	149,400
Retained earnings	19	451,565	371,375
SHAREHOLDERS' FUNDS		<u><u>600,965</u></u>	<u><u>520,775</u></u>

The financial statements were approved by the Board of Directors on 21 March 2017 and were signed on its behalf by:

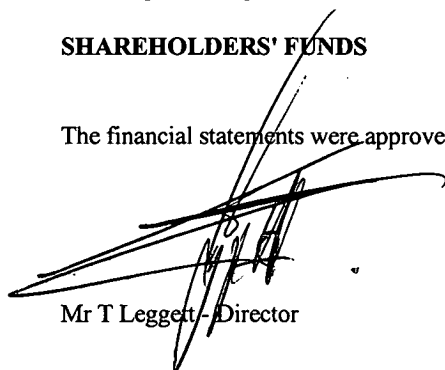

Mr T Leggett - Director

The notes form part of these financial statements

Company Balance Sheet
31 October 2016

	Notes	2016 £	2015 £
FIXED ASSETS			
Intangible assets	7	-	-
Tangible assets	8	-	-
Investments	9	250,000	250,000
		<u>250,000</u>	<u>250,000</u>
CURRENT ASSETS			
Cash at bank		1,250,368	906,498
CREDITORS			
Amounts falling due within one year	12	<u>1,350,968</u>	<u>1,007,098</u>
NET CURRENT LIABILITIES		<u>(100,600)</u>	<u>(100,600)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>149,400</u>	<u>149,400</u>
CAPITAL AND RESERVES			
Called up share capital	18	<u>149,400</u>	<u>149,400</u>
SHAREHOLDERS' FUNDS		<u>149,400</u>	<u>149,400</u>

The financial statements were approved by the Board of Directors on 21 March 2017 and were signed on its behalf by:



Mr T Leggett - Director

Coventry Motor Group Limited

**Consolidated Statement of Changes in Equity
for the Year Ended 31 October 2016**

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 November 2014	149,400	306,850	456,250
Changes in equity			
Dividends	-	(174,010)	(174,010)
Total comprehensive income	-	238,535	238,535
Balance at 31 October 2015	<u>149,400</u>	<u>371,375</u>	<u>520,775</u>
Changes in equity			
Dividends	-	(465,242)	(465,242)
Total comprehensive income	-	545,432	545,432
Balance at 31 October 2016	<u><u>149,400</u></u>	<u><u>451,565</u></u>	<u><u>600,965</u></u>

The notes form part of these financial statements

Coventry Motor Group Limited
Company Statement of Changes in Equity
for the Year Ended 31 October 2016

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 November 2014	149,400	-	149,400
Changes in equity			
Dividends	-	(87,005)	(87,005)
Total comprehensive income	-	87,005	87,005
Balance at 31 October 2015	149,400	-	149,400
Changes in equity			
Dividends	-	(465,242)	(465,242)
Total comprehensive income	-	465,242	465,242
Balance at 31 October 2016	<u>149,400</u>	<u>-</u>	<u>149,400</u>

The notes form part of these financial statements

Coventry Motor Group Limited

**Consolidated Cash Flow Statement
for the Year Ended 31 October 2016**

	Notes	2016 £	2015 £
Cash flows from operating activities			
Cash generated from operations	1	864,986	589,330
Tax paid		(28,542)	(40,538)
Net cash from operating activities		<u>836,444</u>	<u>548,792</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(104,726)	(159,268)
Dividends received		-	87,005
Net cash from investing activities		<u>(104,726)</u>	<u>(72,263)</u>
Cash flows from financing activities			
New loans in year		-	125,000
Loan repayments in year		(25,000)	(12,500)
Hire Purchase advance in year		176,349	-
Capital repayments in year		23,316	-
Amount withdrawn by directors		(97,546)	(4,958)
Equity dividends paid		(465,242)	(174,010)
Net cash from financing activities		<u>(388,123)</u>	<u>(66,468)</u>
Increase in cash and cash equivalents		<u>343,595</u>	<u>410,061</u>
Cash and cash equivalents at beginning of year	2	909,640	499,579
Cash and cash equivalents at end of year	2	<u><u>1,253,235</u></u>	<u><u>909,640</u></u>

The notes form part of these financial statements

Coventry Motor Group Limited

**Notes to the Consolidated Cash Flow Statement
for the Year Ended 31 October 2016**

1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	2016 £	2015 £
Profit before taxation	688,365	280,982
Depreciation charges	51,149	35,461
Finance income	-	(87,005)
	<u>739,514</u>	<u>229,438</u>
Increase in stocks	(77,647)	(101,274)
Decrease/(increase) in trade and other debtors	38,223	(283,524)
Increase in trade and other creditors	164,896	744,690
	<u>864,986</u>	<u>589,330</u>
Cash generated from operations	<u><u>864,986</u></u>	<u><u>589,330</u></u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Consolidated Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31 October 2016

	31.10.16 £	1.11.15 £
Cash and cash equivalents	<u>1,253,235</u>	<u>909,640</u>

Year ended 31 October 2015

	31.10.15 £	1.11.14 £
Cash and cash equivalents	<u>909,640</u>	<u>499,579</u>

Coventry Motor Group Limited

Notes to the Consolidated Financial Statements for the Year Ended 31 October 2016

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with 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.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

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

Improvements to property	-	14.28%/20% on cost
Plant and machinery	-	20% on cost
Fixtures and fittings	-	20% on cost
Computer equipment	-	33% on cost

Stocks

Stocks consists of new and used cars for sale, together with spare parts and are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Stocks held on consignment are accounted for on the balance sheet when in terms of a consignment and commercial practice indicate that the principal benefit and risks of owning the stocks rest with the company. The corresponding creditor is accordingly accounted for on the balance sheet.

Deferred tax

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

Hire purchase and leasing commitments

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

Pension costs and other post-retirement benefits

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to profit or loss in the period to which they relate.

Intangible fixed liabilities

Negative goodwill arises on the consolidation of the group accounts following the purchase of Coventry Motor Company Holdings Limited in the previous year and is being amortised over 20 years. In the opinion of the directors, this represents a prudent estimate of the period over which the company will derive economic benefit from the reputation and customer loyalty acquired as part of that business.

2. STAFF COSTS

	2016	2015
	£	£
Wages and salaries	138,466	292,344
Other pension costs	9,287	5,992
	<u>147,753</u>	<u>298,336</u>

Coventry Motor Group Limited

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 October 2016**

2. STAFF COSTS - continued

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

	2016	2015
Management and Administration	14	17
Sales	11	13
Parts and Servicing	24	15
	<u>49</u>	<u>45</u>

3. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2016 £	2015 £
Hire of plant and machinery	25,858	30,461
Other operating leases	207,630	207,630
Depreciation - owned assets	63,781	48,093
Goodwill amortisation	(12,632)	(12,632)
Auditors' remuneration	13,500	13,500
	<u>34,578</u>	<u>139,798</u>

4. TAXATION

Analysis of the tax charge

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

	2016 £	2015 £
Current tax:		
UK corporation tax	128,997	28,542
Deferred tax	13,936	13,905
	<u>142,933</u>	<u>42,447</u>

5. PROFIT OF PARENT COMPANY

As permitted by Section 408 of the Companies Act 2006, the Income Statement of the parent company is not presented as part of these financial statements. The parent company's profit for the financial year was £465,242 (2015 - £87,005).

6. DIVIDENDS

	2016 £	2015 £
Ordinary shares of 1 each		
Final	-	174,010
Interim	465,242	-
	<u>465,242</u>	<u>174,010</u>

Coventry Motor Group Limited

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 October 2016**

7. INTANGIBLE FIXED ASSETS

Group	Goodwill £
COST	
At 1 November 2015 and 31 October 2016	(262,477)
AMORTISATION	
At 1 November 2015	(22,475)
Amortisation for year	(12,632)
At 31 October 2016	(35,107)
NET BOOK VALUE	
At 31 October 2016	(227,370)
At 31 October 2015	(240,002)

Negative goodwill arises on the consolidation of the group accounts following the purchase of Coventry Motor Company Holdings Limited in the previous year and is being amortised over 20 years. In the opinion of the directors, this represents a prudent estimate of the period over which the company will derive economic benefit from the reputation and customer loyalty acquired as part of that business.

8. TANGIBLE FIXED ASSETS

Group	Improvements to property £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST					
At 1 November 2015	408,024	214,765	148,463	185,598	956,850
Additions	90,481	3,447	9,561	1,237	104,726
At 31 October 2016	498,505	218,212	158,024	186,835	1,061,576
DEPRECIATION					
At 1 November 2015	278,406	174,888	129,292	182,986	765,572
Charge for year	36,502	13,628	11,452	2,199	63,781
At 31 October 2016	314,908	188,516	140,744	185,185	829,353
NET BOOK VALUE					
At 31 October 2016	183,597	29,696	17,280	1,650	232,223
At 31 October 2015	129,618	39,877	19,171	2,612	191,278

Coventry Motor Group Limited

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 October 2016**

9. FIXED ASSET INVESTMENTS

Company

	Shares in group undertakings £
COST	
At 1 November 2015 and 31 October 2016	250,000
NET BOOK VALUE	
At 31 October 2016	250,000
At 31 October 2015	250,000

	Country of incorporation	Class of shares	Percentage held by the company	Nature of business
Coventry Motor Company Holdings Limited	England	Ordinary	100%	Holding Company
Coventry Motor Company Limited *	England	Ordinary	100%	Motor vehicle retailers

*Held by Coventry Motor Company Holdings Limited

10. STOCKS

	Group 2016 £	2015 £
Finished goods	3,817,709	3,740,062

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group 2016 £	2015 £
Trade debtors	491,892	384,342
Other debtors	44,580	115,059
Prepayments and accrued income	76,342	151,632
	612,814	651,033

Coventry Motor Group Limited

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 October 2016**

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2016	2015	2016	2015
	£	£	£	£
Bank loans and overdrafts (see note 14)	24,399	25,000	-	-
Hire purchase contracts (see note 15)	199,665	-	-	-
Consignment stock creditor	1,703,415	1,872,435	-	-
Trade creditors	2,328,560	2,030,040	-	-
Amounts owed to group undertakings	-	-	1,167,871	726,456
Tax	128,997	28,542	-	-
Social security and other taxes	52,981	45,544	-	-
Other creditors	128,850	73,685	-	-
Directors' current accounts	183,096	280,642	183,097	280,642
Accruals and deferred income	246,741	273,943	-	-
	<u>4,996,704</u>	<u>4,629,831</u>	<u>1,350,968</u>	<u>1,007,098</u>

13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group	
	2016	2015
	£	£
Bank loans (see note 14)	<u>63,101</u>	<u>87,500</u>

14. LOANS

An analysis of the maturity of loans is given below:

	Group	
	2016	2015
	£	£
Amounts falling due within one year or on demand:		
Bank loans	<u>24,399</u>	<u>25,000</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	<u>23,688</u>	<u>25,000</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>39,413</u>	<u>62,500</u>

15. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

Group		
		Hire purchase contracts
		2016 2015
		£ £
Net obligations repayable:		
Within one year		<u>199,665</u> <u>-</u>

Coventry Motor Group Limited

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 October 2016**

16. SECURED DEBTS

The following secured debts are included within creditors:

	Group	
	2016	2015
	£	£
Bank loans	<u>87,500</u>	<u>112,500</u>

The bank loan is secured by way of a Debenture of the whole assets of the company.

17. PROVISIONS FOR LIABILITIES

	Group	
	2016	2015
	£	£
Deferred tax		
Accelerated capital allowances	<u>27,841</u>	<u>13,905</u>

Group

	Deferred tax £
Balance at 1 November 2015	13,905
Credit to Income Statement during year	<u>13,936</u>
Balance at 31 October 2016	<u>27,841</u>

18. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2016	2015
			£	£
149,400	Ordinary	1	<u>149,400</u>	<u>149,400</u>

19. RESERVES

Group

	Retained earnings £
At 1 November 2015	371,375
Profit for the year	545,432
Dividends	<u>(465,242)</u>
At 31 October 2016	<u>451,565</u>

Coventry Motor Group Limited

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 October 2016**

19. RESERVES - continued

Company

	Retained earnings £
Profit for the year	465,242
Dividends	(465,242)
At 31 October 2016	-

20. PENSION COMMITMENTS

The group operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund. The amount charged against profits represent the contributions payable to the scheme in respect of the accounts accounting period and amounts to £9,287 (2015: £5,992.) There were no outstanding contributions payable at the year end.

21. RELATED PARTY DISCLOSURES

Millennium Property Coventry Limited

The company rents properties from Millennium Property Coventry Limited, a company in which Mr. T Leggett is also a director. Rent payable in the year on these properties was £120,000 (2015: £120,000) and rentals are considered to be at an open market rate. There were no outstanding rent arrears at the year-end.

22. ULTIMATE CONTROLLING PARTY

The controlling party is T Leggett.

Mr T Leggett owns 50.2% of the company's share capital and therefore has control.

Coventry Motor Group Limited

**Reconciliation of Equity
1 November 2014
(Date of Transition to FRS 102)**

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS				
Intangible assets		(252,634)	-	(252,634)
Tangible assets		80,103	-	80,103
		<u>(172,531)</u>	<u>-</u>	<u>(172,531)</u>
CURRENT ASSETS				
Stocks		3,638,788	-	3,638,788
Debtors		98,132	-	98,132
Prepayments and accrued income		269,377	-	269,377
Cash at bank		499,579	-	499,579
		<u>4,505,876</u>	<u>-</u>	<u>4,505,876</u>
CREDITORS				
Amounts falling due within one year		(3,877,095)	-	(3,877,095)
NET CURRENT ASSETS		<u>628,781</u>	<u>-</u>	<u>628,781</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>456,250</u>	<u>-</u>	<u>456,250</u>
NET ASSETS		<u>456,250</u>	<u>-</u>	<u>456,250</u>
CAPITAL AND RESERVES				
Called up share capital		149,400	-	149,400
Retained earnings		306,850	-	306,850
SHAREHOLDERS' FUNDS		<u>456,250</u>	<u>-</u>	<u>456,250</u>

The notes form part of these financial statements

Coventry Motor Group Limited

Reconciliation of Equity - continued
31 October 2015

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS				
Intangible assets		(240,002)	-	(240,002)
Tangible assets		191,278	-	191,278
		<u>(48,724)</u>	<u>-</u>	<u>(48,724)</u>
CURRENT ASSETS				
Stocks		3,740,062	-	3,740,062
Debtors		651,033	-	651,033
Cash at bank		909,640	-	909,640
		<u>5,300,735</u>	<u>-</u>	<u>5,300,735</u>
CREDITORS				
Amounts falling due within one year		(4,629,831)	-	(4,629,831)
NET CURRENT ASSETS		<u>670,904</u>	<u>-</u>	<u>670,904</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		622,180	-	622,180
CREDITORS				
Amounts falling due after more than one year		(87,500)	-	(87,500)
PROVISIONS FOR LIABILITIES		<u>(13,905)</u>	<u>-</u>	<u>(13,905)</u>
NET ASSETS		<u>520,775</u>	<u>-</u>	<u>520,775</u>
CAPITAL AND RESERVES				
Called up share capital		149,400	-	149,400
Retained earnings		371,375	-	371,375
SHAREHOLDERS' FUNDS		<u>520,775</u>	<u>-</u>	<u>520,775</u>

The notes form part of these financial statements

Coventry Motor Group Limited

**Reconciliation of Profit
for the Year Ended 31 October 2015**

	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
TURNOVER	23,025,122	-	23,025,122
Cost of sales	(21,724,211)	-	(21,724,211)
GROSS PROFIT	1,300,911	-	1,300,911
Administrative expenses	(1,106,934)	-	(1,106,934)
OPERATING PROFIT	193,977	-	193,977
Income from shares in group undertakings	-	87,005	87,005
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	193,977	87,005	280,982
Tax on profit on ordinary activities	(42,447)	-	(42,447)
PROFIT FOR THE FINANCIAL YEAR	151,530	87,005	238,535
Profit attributable to: Owners of the parent			238,535

The notes form part of these financial statements