

Registration number 01336003

ABBAY GARAGE (SOUTH WEST) LIMITED
UNAUDITED ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2011

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ABBEY GARAGE (SOUTH WEST) LIMITED
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ABBEY GARAGE (SOUTH WEST) LIMITED
(REGISTRATION NUMBER: 01336003)
ABBREVIATED BALANCE SHEET AT 31 DECEMBER 2011

| | Note | 2011 £ | (As restated) 2010 £ |
|--|------|------------------|-------------------------------|
| Fixed assets | | | |
| Tangible fixed assets | 2 | 782,482 | 954,605 |
| Investments | 2 | 671,644 | 856,900 |
| | | <u>1,454,126</u> | <u>1,811,505</u> |
| Current assets | | | |
| Stocks | | 427,715 | 446,433 |
| Debtors | | 149,220 | 121,256 |
| Cash at bank and in hand | | 315 | 315 |
| | | <u>577,250</u> | <u>568,004</u> |
| Creditors Amounts falling due within one year | 3 | <u>(312,067)</u> | <u>(249,760)</u> |
| Net current assets | | <u>265,183</u> | <u>318,244</u> |
| Total assets less current liabilities | | 1,719,309 | 2,129,749 |
| Creditors Amounts falling due after more than one year | 3 | <u>(342,735)</u> | <u>(416,940)</u> |
| Provisions for liabilities | | <u>(3,651)</u> | <u>(3,533)</u> |
| Net assets | | <u>1,372,923</u> | <u>1,709,276</u> |
| Capital and reserves | | | |
| Called up share capital | 4 | 100 | 100 |
| Capital redemption reserve | | 49,900 | 49,900 |
| Revaluation reserve | | 1,109,905 | 1,465,161 |
| Profit and loss account | | <u>213,018</u> | <u>194,115</u> |
| Shareholders' funds | | <u>1,372,923</u> | <u>1,709,276</u> |

ABBEY GARAGE (SOUTH WEST) LIMITED
(REGISTRATION NUMBER: 01336003)
ABBREVIATED BALANCE SHEET AT 31 DECEMBER 2011

For the year ending 31 December 2011 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies


The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the Financial Reporting Standard for Smaller Entities (effective 2008)

Approved by the Board on 12.05.12 and signed on its behalf by


V.A. Medley
Company secretary and director


L. Winterson
Director

ABBHEY GARAGE (SOUTH WEST) LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2011

1 Accounting policies

Basis of preparation

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)

Exemption from preparing group accounts

The company is part of a small group. The company has taken advantage of the exemption provided by Section 398 of the Companies Act 2006 and has not prepared group accounts

Departure from Financial Reporting Standard for Smaller Entities ("FRSSE") requirements

There has been a departure from the requirements of the FRSSE which in the opinion of the directors is necessary in order for the financial statements to give a true and fair view. The FRSSE requires freehold land and buildings to be valued by an experienced valuer at least every 5 years and updated by an experienced valuer in the intervening years where it is likely that there has been a material change in value. During the year Lloyds TSB Bank plc instructed Cooper & Tanner Chartered Surveyors to carry out a valuation for the purposes of bank security, and on 23 August 2011 Cooper and Tanner issued their report stating the market value of the freehold land and buildings in Abbey Garage (South West) Limited at £550,000 and the freehold land and buildings in Glastonbury Motor Body Repairs Limited at £390,000. The directors consider the open market value of the freehold land and buildings owned by Abbey Garage (South West) Limited, and its subsidiary Glastonbury Motor Body Repairs Limited, to be in excess of those reported by Cooper & Tanner Chartered Surveyors, and the directors have therefore adopted their valuations of £750,000 and £600,000 respectively in preparing the financial statements for each company. If the properties were included in the financial statements at Cooper & Tanner's valuations, the effect on Abbey Garage (South West) Limited's financial statements would be that tangible fixed assets would reduce by £200,000 (2010 - £370,000), fixed asset investments would reduce by £210,000 (2010 - £368,787) and the revaluation reserve would reduce by £410,000 (2010 - £738,787). Net assets would also therefore reduce by £410,000 (2010 - £738,787) but there would be no impact on the profit after tax and dividends of £18,903 (2010 - £20,849 loss) reported for the year or the distributable reserves of £213,018 (2010 - £194,115).

Changes in accounting policy

The accounts have been restated following the directors decision to amend the accounting policy of valuing fixed asset investments at cost. Fixed asset investments consist solely of the company's investment in its subsidiary undertaking, Glastonbury Motor Body Repairs Limited, and the directors therefore consider it to be more appropriate to value this investment at the net asset value of Glastonbury Motor Body Repairs Limited. This change has resulted in the net assets of Abbey Garage (South West) Limited at 31 December 2010 increasing by £781,900, due to an increase by the same amount in fixed asset investments and the revaluation reserve. There has been no impact on the reported profits or distributable reserves either in the current accounting period or previous accounting period following this change in accounting policy.

ABBEY GARAGE (SOUTH WEST) LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2011

Turnover

Turnover represents amounts chargeable, net of value added tax, in respect of the sale of goods and services to customers. Turnover is recognised when the goods are physically delivered to the customer.

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

| Asset class | Depreciation method and rate |
|---------------------------------|--|
| Freehold land and buildings | 4% |
| Plant and machinery | 15% reducing balance |
| Fixture, fittings and equipment | 15% reducing balance/ 10-33 3% straight line |
| Motor vehicles | Net book value in accordance with trade valuations |

Fixed asset investments

Fixed asset investments are valued at the amount of the underlying net assets of the fixed asset investments.

Stock

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

Deferred tax

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes, which have arisen but not reversed by the balance sheet date, except as required by the FRSSE.

Deferred tax is measured at the rates that are expected to apply in the periods when the timing differences are expected to reverse, based on the tax rates and law enacted at the balance sheet date.

ABBHEY GARAGE (SOUTH WEST) LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2011

Hire purchase and leasing

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet as tangible fixed assets and are depreciated over the shorter of the lease term and their useful lives. The capital elements of future obligations under the leases are included as liabilities in the balance sheet. The interest element of the rental obligation is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding. Assets held under hire purchase agreements are capitalised as tangible fixed assets and are depreciated over the shorter of the lease term and their useful lives. The capital element of future finance payments is included within creditors. Finance charges are allocated to accounting periods over the length of the contract and represent a constant proportion of the balance of capital repayments outstanding.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

Pensions

The company operates a defined contribution pension scheme. Contributions are recognised in the profit and loss account in the period in which they become payable in accordance with the rules of the scheme.

ABBEY GARAGE (SOUTH WEST) LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2011

2 Fixed assets

| | Tangible assets £ | Investments £ | Total £ |
|---------------------------------|----------------------------------|--------------------------|--------------------|
| Cost | | | |
| At 1 January 2011 | 1,306,908 | 856,900 | 2,163,808 |
| Revaluations | (250,000) | (185,256) | (435,256) |
| Additions | 4,055 | - | 4,055 |
| Disposals | (1,558) | - | (1,558) |
| At 31 December 2011 | <u>1,059,405</u> | <u>671,644</u> | <u>1,731,049</u> |
| Depreciation | | | |
| At 1 January 2011 | 352,303 | - | 352,303 |
| Charge for the year | 6,178 | - | 6,178 |
| Eliminated on disposals | (1,558) | - | (1,558) |
| Writeback to recoverable amount | (80,000) | - | (80,000) |
| At 31 December 2011 | <u>276,923</u> | <u>-</u> | <u>276,923</u> |
| Net book value | | | |
| At 31 December 2011 | <u>782,482</u> | <u>671,644</u> | <u>1,454,126</u> |
| At 31 December 2010 | <u>954,605</u> | <u>856,900</u> | <u>1,811,505</u> |

Details of undertakings

Details of the investments in which the company holds 20% or more of the nominal value of any class of share capital are as follows

| Undertaking | Holding | Proportion of voting rights and shares held | Principal activity |
|-----------------------------------|----------------|--|-----------------------------------|
| Subsidiary undertakings | | | |
| Glastonbury Motor Body Repairs | Ordinary | 100% | Repairing motor vehicle bodies |

The loss for the financial period of Glastonbury Motor Body Repairs was £26,469 and the aggregate amount of capital and reserves at the end of the period was £671,644

ABBHEY GARAGE (SOUTH WEST) LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2011

3 Creditors

Creditors includes the following liabilities, on which security has been given by the company

| | 2011 | 2010 |
|--|----------------|----------------|
| | £ | £ |
| Amounts falling due within one year | 143,646 | 188,375 |
| Amounts falling due after more than one year | <u>285,072</u> | <u>338,140</u> |
| Total secured creditors | <u>428,718</u> | <u>526,515</u> |

Included in the creditors are the following amounts due after more than five years

| | 2011 | 2010 |
|---|----------------|----------------|
| | £ | £ |
| After more than five years by instalments | <u>180,383</u> | <u>192,320</u> |
| | <u>180,383</u> | <u>192,320</u> |

4 Share capital

Allotted, called up and fully paid shares

| | 2011 | | 2010 | |
|---------------------------|-------------|------------|-------------|------------|
| | No. | £ | No. | £ |
| Ordinary share of £1 each | <u>100</u> | <u>100</u> | <u>100</u> | <u>100</u> |

ABBHEY GARAGE (SOUTH WEST) LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2011

5 Related party transactions

Directors' advances and credits

| | 2011 Advance/ Credit £ | 2011 Repaid £ | 2010 Advance/ Credit £ | 2010 Repaid £ |
|-------------------------------|---|------------------------------|---|------------------------------|
| L Winterson | | | | |
| Interest free current account | - | 4,500 | - | - |