

Company Registration No 01968351 (England and Wales)

PENTRAETH HOLDINGS LIMITED
ANNUAL REPORT
FOR THE YEAR ENDED 28 FEBRUARY 2014



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PENTRAETH HOLDINGS LIMITED

DIRECTOR AND ADVISERS

Director	K W Jones
Secretary	Mrs P A Kirkham
Company number	01968351
Registered office	Henffordd Garage, Menai Bridge, Anglesey, Wales, LL59 5RW
Registered auditors	Crestmere Limited Victoria House, Plas Llwyd Terrace, Bangor, Gwynedd, LL57 1UB
Business address	Henffordd Garage, Menai Bridge, Anglesey, Wales, LL59 5RW
Bankers	Bank Of Scotland Douglas House, 117 Foregate Street, Chester, CH1 1HK

PENTRAETH HOLDINGS LIMITED

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PENTRAETH HOLDINGS LIMITED

DIRECTOR'S REPORT

FOR THE YEAR ENDED 28 FEBRUARY 2014

The director presents his report and audited financial statements for the year ended 28 February 2014

Principal activities and review of the business

The principal activity of the group continued to be the operation of retail motor dealerships, selling new and used vehicles

The focus of attention during the year was on controlling costs and developing the existing dealerships

Negotiations are ongoing regarding the introduction of other dealerships and utilising every advantage of the premises

Difficult trading conditions persist, but offering strong brands together with value added services has succeeded in sustaining reasonable sales levels

It is anticipated that the group will be in a breakeven position in 2015

Key financial highlights are as follows

	Y/E 28/2/14	1/1/12 to 28/2/13	Y/E 31/12/11
Turnover	12 95M	12 93M	32 7M
Gross profit margin	8%	3%	6%
Net profit (loss) after tax	207,649	446 937	9,954

Results and dividends

The consolidated profit and loss account for the year is set out on page 6

Profits of £207,649 (1/1/12 to 28/2/13 - £446,937) will be transferred to reserves

The director does not recommend payment of a dividend

Director

The following director has held office since 1 March 2013

K W Jones

PENTRAETH HOLDINGS LIMITED

DIRECTOR'S REPORT (CONTINUED)

FOR THE YEAR ENDED 28 FEBRUARY 2014

Financial instruments

The group's principal financial instruments comprise bank balances, bank overdrafts, trade creditors, trade debtors, loans to the group and finance lease agreements. The main purpose of these instruments is to raise funds for and to finance operations.

Due to the nature of the financial instruments used by the companies there is no exposure to price risk. The companies' approach to managing other risks applicable to the financial instruments concerned is shown below.

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.

In respect of loans these comprise bank loans and stocking loans from financial institutions. The interest rate on the loans from banks and other financial institutions is variable. Monthly capital repayments are fixed on bank loans. The companies manage the liquidity risk by ensuring there are sufficient funds to meet the payments.

The group is a lessee in respect of finance leased assets. The liquidity risk in respect of these is managed in the same way as loans above.

Trade debtors are managed in respect of credit and cash flow risk by policies concerning the credit offered and the regular monitoring of amounts outstanding for both time and credit limits.

Trade creditors' liquidity risk is managed by ensuring sufficient funds are available to meet amounts due.

Auditors

In accordance with the company's articles, a resolution proposing that Crestmere Limited be reappointed as auditors of the company will be put at a General Meeting.

Statement of director's responsibilities

The director is responsible for preparing the Director's Report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and of the group and of the profit or loss of the group for that period. In preparing these financial statements, the director is required to

- select suitable accounting policies and then apply them consistently,
- make judgements 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 group will continue in business.

The director is 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 the group and enable him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

PENTRAETH HOLDINGS LIMITED

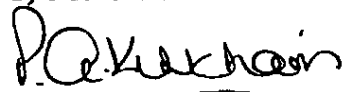
DIRECTOR'S REPORT (CONTINUED)

FOR THE YEAR ENDED 28 FEBRUARY 2014

Statement of disclosure to auditors

So far as the director is aware, there is no relevant audit information of which the group's auditors are unaware. Additionally, the director has taken all the necessary steps that he ought to have taken as director in order to make himself aware of all relevant audit information and to establish that the group's auditors are aware of that information.

By order of the board



Mrs P A Kirkham

Secretary

14 July 2014

PENTRAETH HOLDINGS LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF PENTRAETH HOLDINGS LIMITED

We have audited the group and parent company financial statements (the "financial statements") of Pentraeth Holdings Limited for the year ended 28 February 2014 set out on pages 6 to 24. 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).

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 an 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 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 director and auditors

As explained more fully in the Director's Responsibilities Statement set out on pages 1 - 3, the director is 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 company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the director and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report 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 parent company's affairs as at 28 February 2014 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 Director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

PENTRAETH HOLDINGS LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF PENTRAETH HOLDINGS LIMITED

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



Barrie Buels (Senior Statutory Auditor)
for and on behalf of Crestmere Limited

14 July 2014

Chartered Certified Accountants
Statutory Auditor

Victoria House,
Plas Lhwyd Terrace,
Bangor,
Gwynedd,
LL57 1UB

PENTRAETH HOLDINGS LIMITED**CONSOLIDATED PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 28 FEBRUARY 2014**

		Year ended 28 February 2014 £	14 Months ended 28 February 2013 £
	Notes		
Turnover	2	12,954,024	12,937,763
Cost of sales		(11,936,544)	(12,552,059)
Gross profit		1,017,480	385,704
Administrative expenses		(645,385)	(958,484)
Other operating income		7,491	46,007
Operating profit/(loss)	3	379,586	(526,773)
Sale of goodwill		-	1,300,000
Profit on ordinary activities before interest		379,586	773,227
Interest payable and similar charges	4	(83,214)	(122,290)
Profit on ordinary activities before taxation	3	296,372	650,937
Tax on profit on ordinary activities	5	(88,723)	(204,000)
Profit on ordinary activities after taxation		207,649	446,937

The profit and loss account has been prepared on the basis that all operations are continuing operations

PENTRAETH HOLDINGS LIMITED**STATEMENT OF RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 28 FEBRUARY 2014**

	Year ended 28 February 2014 £	14 Months ended 28 February 2013 £
Profit for the financial year	207,649	446,937
Unrealised surplus on revaluation of properties	43,787	-
Total recognised gains and losses relating to the year	251,436	446,937

Note of historical cost profits and losses

	Year ended 28 February 2014 £	14 Months ended 28 February 2013 as restated £
Reported profit on ordinary activities before taxation	296,372	650,937
Difference between an historical cost depreciation charge and the actual depreciation charge of the year calculated on the revalued amount	6,559	12,198
Historical cost profit on ordinary activities before taxation	302,931	663,135
Historical cost profit for the year retained after taxation, extraordinary items and dividends	214,208	459,135

PENTRAETH HOLDINGS LIMITED**BALANCE SHEETS****AS AT 28 FEBRUARY 2014**

	Notes	Group 2014 £	2013 £	Company 2014 £	2013 £
Fixed assets					
Tangible assets	7	3,020,595	3,049,272	2,908,067	2,921,174
Investments	8	-	-	700	700
		<u>3,020,595</u>	<u>3,049,272</u>	<u>2,908,767</u>	<u>2,921,874</u>
Current assets					
Stocks	9	2,603,549	1,875,593	-	-
Debtors	10	254,941	230,866	15,137	13,672
Cash at bank and in hand		128,028	69,750	5,303	5,303
		<u>2,986,518</u>	<u>2,176,209</u>	<u>20,440</u>	<u>18,975</u>
Creditors' amounts falling due within one year	11	<u>(3,466,469)</u>	<u>(2,845,213)</u>	<u>(1,927,718)</u>	<u>(1,885,123)</u>
Net current liabilities		<u>(479,951)</u>	<u>(669,004)</u>	<u>(1,907,278)</u>	<u>(1,866,148)</u>
Total assets less current liabilities		<u>2,540,644</u>	<u>2,380,268</u>	<u>1,001,489</u>	<u>1,055,726</u>
Creditors' amounts falling due after more than one year	12	<u>(433,415)</u>	<u>(541,342)</u>	<u>(433,415)</u>	<u>(541,342)</u>
Provisions for liabilities	13	<u>(16,867)</u>	<u>-</u>	<u>(2,485)</u>	<u>-</u>
		<u>2,090,362</u>	<u>1,838,926</u>	<u>565,589</u>	<u>514,384</u>
Capital and reserves					
Called up share capital	14	30,000	30,000	30,000	30,000
Revaluation reserve	15	643,068	599,281	643,068	599,281
Profit and loss account	15	1,417,294	1,209,645	(107,479)	(114,897)
Shareholders' funds	16	<u>2,090,362</u>	<u>1,838,926</u>	<u>565,589</u>	<u>514,384</u>

Approved by the Board and authorised for issue on 14 July 2014


K W Jones
Director

Company Registration No 01968351

PENTRAETH HOLDINGS LIMITED**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 28 FEBRUARY 2014**

	Year ended 28 February 2014 £	14 Months ended 28 February 2013 £
Net cash inflow from operating activities	382,481	1,667,682
Returns on investments and servicing of finance		
Interest paid	(83,214)	(121,653)
Interest element of finance lease rentals	-	(637)
Net cash outflow for returns on investments and servicing of finance	(83,214)	(122,290)
Taxation	(201,856)	-
Capital expenditure		
Payments to acquire tangible assets	(20,850)	(45,795)
Receipts from sales of tangible assets	-	206,690
Net cash (outflow)/inflow for capital expenditure	(20,850)	160,895
Acquisitions and disposals		
Sale of subsidiary undertakings (net of cash acquired)	-	1,300,000
Net cash (outflow)/inflow for acquisitions and disposals	-	1,300,000
Net cash inflow before management of liquid resources and financing	76,561	3,006,287
Financing		
Increase in other short term loans	15,805	-
Repayment of long term bank loan	(107,927)	(415,081)
Repayment of other short term loans	(15,000)	(2,135,345)
Capital element of finance lease contracts	-	(4,083)
Net cash outflow from financing	(107,122)	(2,554,509)
(Decrease)/increase in cash in the year	(30,561)	451,778

PENTRAETH HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 28 FEBRUARY 2014

1	Reconciliation of operating profit/(loss) to net cash inflow from operating activities	2014	2013
		£	£
	Operating profit/(loss)	379,586	(526,773)
	Depreciation of tangible assets	93,314	114,881
	Profit on disposal of tangible assets	-	(7,159)
	(Increase)/decrease in stocks	(727,956)	2,861,697
	(Increase)/decrease in debtors	(24,075)	997,939
	Increase/(decrease) in creditors within one year	661,612	(1,772,903)
	Net cash inflow from operating activities	382,481	1,667,682

2	Analysis of net debt	1 March 2013	Cash flow	Other non-cash changes	28 February 2014
		£	£	£	£
	Net cash				
	Cash at bank and in hand	69,750	58,278	-	128,028
	Bank overdrafts	(174,506)	(88,839)	-	(263,345)
		(104,756)	(30,561)	-	(135,317)
	Debts falling due within one year	(634,491)	(805)	-	(635,296)
	Debts falling due after one year	(541,342)	107,927	-	(433,415)
		(1,175,833)	107,122	-	(1,068,711)
	Net debt	(1,280,589)	76,561	-	(1,204,028)

3	Reconciliation of net cash flow to movement in net debt	2014	2013
		£	£
	(Decrease)/increase in cash in the year	(30,561)	451,778
	Cash outflow from decrease in debt	107,122	2,554,509
	Movement in net debt in the year	76,561	3,006,287
	Opening net debt	(1,280,589)	(4,286,876)
	Closing net debt	(1,204,028)	(1,280,589)

PENTRAETH HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 FEBRUARY 2014

1 Accounting policies

1.1 Accounting convention

The group financial statements have been prepared under the provision of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulation (SI 2008/410) and applicable accounting standards. The principal accounting policies applied in the preparation of these financial statements are set out below.

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Basis of consolidation

The consolidated profit and loss account and balance sheet include the financial statements of the company and its subsidiary undertakings made up to 28 February 2014. The results of subsidiaries sold or acquired are included in the profit and loss account up to, or from the date control passes. Intra-group sales and profits are eliminated fully on consolidation.

1.4 Turnover

Turnover represents amounts receivable for goods and services, net of value added tax.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Freehold	2% straight line	Buildings only
Land and buildings Leasehold	over the term of lease	
Plant and machinery	15% - 25% on reducing balance	
Fixtures, fittings & equipment	15% - 25% on reducing balance	

1.6 Leasing

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.7 Investments

Fixed asset investments represent the cost of acquiring all of the ordinary shares in subsidiary companies.

PENTRAETH HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 FEBRUARY 2014

1 Accounting policies

(continued)

1.8 Stock

Stock is valued at the lower of cost and net realisable value

Where the main features of a consignment stock arrangement are that the stock is in substance an asset of the company, the stock is recognised as such in the balance sheet together with a corresponding liability to the manufacturer

1.9 Revenue recognition

Income represents revenue earned under a wide variety of contracts to provide services and supply goods. Revenue is recognised as earned when, and to the extent that, the firm obtains the right to consideration in exchange for its performance under these contracts.

Revenue is generally recognised as contract activity progresses so that for incomplete contracts it reflects the partial performance of the contractual obligations. For such contracts the amount of revenue reflects the accrual of the right to consideration by reference to the value of work performed. Revenue not billed to clients is included in debtors and payments on account in excess of the relevant amount of revenue are included in creditors.

1.10 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

2 Turnover

The total turnover of the group for the year has been derived from its principal activity wholly undertaken in the United Kingdom.

3 Operating profit/(loss)	2014 £	2013 £
Operating profit/(loss) is stated after charging		
Depreciation of tangible assets	93,314	114,881
Loss on disposal of tangible assets	-	4,937
Operating lease rentals	35,400	41,300
Fees payable to the group's auditor for the audit of the group's annual accounts	7,600	6,000
and after crediting		
Profit on disposal of tangible assets	-	(12,096)

PENTRAETH HOLDINGS LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 28 FEBRUARY 2014**

4	Interest payable	2014	2013
		£	£
	On bank loans and overdrafts	42,304	55,441
	On other loans wholly repayable within five years	40,910	66,212
	Lease finance charges	-	637
		<u>83,214</u>	<u>122,290</u>
5	Taxation	2014	2013
		£	£
	Domestic current year tax		
	U K corporation tax	74,000	204,000
	Adjustment for prior years	(2,144)	-
	Total current tax	<u>71,856</u>	<u>204,000</u>
	Deferred tax		
	Origination and reversal of timing differences	16,867	-
		<u>88,723</u>	<u>204,000</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	<u>296,372</u>	<u>650,937</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 21.70% (2013 - 24.50%)	<u>64,313</u>	<u>159,480</u>
	Effects of		
	Depreciation add back	18,015	26,392
	Capital allowances	(5,971)	14,718
	Tax losses utilised	(4,457)	(401)
	Other tax adjustments	(44)	3,811
		<u>7,543</u>	<u>44,520</u>
	Current tax charge for the period	<u>71,856</u>	<u>204,000</u>

Deferred tax has not been provided on the revaluation of freehold property on the basis that there is no intention to sell the property in the foreseeable future

PENTRAETH HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 FEBRUARY 2014

6 Profit for the financial year

As permitted by section 408 Companies Act 2006, the holding company's profit and loss account has not been included in these financial statements. The profit for the financial year is made up as follows

	2014	2013
	£	£
Holding company's profit for the financial year	<u>137,354</u>	<u>142,017</u>

PENTRAETH HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2014

7 Tangible fixed assets

Group	Land and buildings Freehold £	Land and buildings Leasehold £	Plant and machinery £	Fixtures, fittings & equipment £	Total £
Cost or valuation					
At 1 March 2013	3,549,523	51,000	569,919	262,382	4,432,824
Additions	-	-	20,850	-	20,850
Revaluation	(664,523)	-	-	-	(664,523)
At 28 February 2014	2,885,000	51,000	590,769	262,382	3,789,151
Depreciation					
At 1 March 2013	687,505	9,290	444,436	242,321	1,383,552
Revaluation	(708,310)	-	-	-	(708,310)
Charge for the year	49,932	1,020	35,953	6,409	93,314
At 28 February 2014	29,127	10,310	480,389	248,730	768,556
Net book value					
At 28 February 2014	2,855,873	40,690	110,380	13,652	3,020,595
At 28 February 2013	2,862,018	41,710	125,483	20,061	3,049,272

Included in freehold land and buildings is land costing £453,742 which is not depreciated

In July 2013 freehold land and buildings were revalued to a market value of £2,885,000 by S Sawle Bsc (Hons) MRICS for Dafydd Hardy Estate Agents Limited. Without this revaluation the carrying value would be £2,212,805. The director is not aware of any material change in value since the revaluation was made.

PENTRAETH HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2014

Tangible fixed assets

Company

	Land and buildings Freehold £	Land and buildings Leasehold £	Fixtures, fittings & equipment £	Total £
Cost or valuation				
At 1 March 2013	3,549,523	51,000	226,330	3,826,853
Revaluation	(664,523)	-	-	(664,523)
At 28 February 2014	2,885,000	51,000	226,330	3,162,330
Depreciation				
At 1 March 2013	687,505	9,290	208,884	905,679
Revaluation	(708,310)	-	-	(708,310)
Charge for the year	49,932	1,020	5,942	56,894
At 28 February 2014	29,127	10,310	214,826	254,263
Net book value				
At 28 February 2014	2,855,873	40,690	11,504	2,908,067
At 28 February 2013	2,862,018	41,710	17,446	2,921,174

Included in freehold land and buildings is land costing £453,742 which is not depreciated

In July 2013 freehold land and buildings were revalued to a market value of £2,885,000 by S Sawle Bsc (Hons) MRICS for Dafydd Hardy Estate Agents Limited Without this revaluation the carrying value would be £2,212,805 The director is not aware of any material change in value since the revaluation was made

PENTRAETH HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2014

8 Fixed asset investments

Company

	Shares in group undertakings £
Cost or valuation	
At 1 March 2013 & at 28 February 2014	700
Net book value	
At 28 February 2014	700
At 28 February 2013	700

In the opinion of the director, the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies

Company	Country of registration or incorporation	Shares held	
		Class	%
Subsidiary undertakings			
Pentraeth Limited	England and Wales	Ordinary	100
Pentraeth Automotive Limited	England and Wales	Ordinary	100
Pentraeth Automotive (Bangor) Limited	England and Wales	Ordinary	100
Pentraeth Automotive (Nefyn) Limited	England and Wales	Ordinary	100
Pentraeth Automotive (Llandudno) Limited	England and Wales	Ordinary	100
Pentraeth Automotive (Chester) Limited	England and Wales	Ordinary	100
Pentraeth (4 x 4) Limited	England and Wales	Ordinary	100

The principal activity of these undertakings for the last relevant financial year was as follows

	Principal activity
Pentraeth Limited	Garage proprietors
Pentraeth Automotive Limited	Garage proprietors
Pentraeth Automotive (Bangor) Limited	Dormant
Pentraeth Automotive (Nefyn) Limited	Dormant
Pentraeth Automotive (Llandudno) Limited	Dormant
Pentraeth Automotive (Chester) Limited	Dormant
Pentraeth (4 x 4) Limited	Dormant

PENTRAETH HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2014

8 Fixed asset investments (continued)

All subsidiary undertakings are included in the consolidated financial statements

The following subsidiaries are exempt from the requirements of Companies Act 2006 relating to the audit of individual accounts by virtue of S479A Companies Act 2006

Pentraeth Limited
Pentraeth Automotive Limited

9 Stocks

	Group 2014 £	2013 £	Company 2014 £	2013 £
Stocks	764,926	635,452	-	-
Interest bearing consignment vehicles	1,838,623	1,240,141	-	-
	<u>2,603,549</u>	<u>1,875,593</u>	<u>-</u>	<u>-</u>

Interest bearing consignment vehicles are included in stock. The related liabilities are included in creditors

10 Debtors

	Group 2014 £	2013 £	Company 2014 £	2013 £
Trade debtors	171,078	123,616	-	-
Other debtors	83,863	107,250	15,137	13,672
	<u>254,941</u>	<u>230,866</u>	<u>15,137</u>	<u>13,672</u>

PENTRAETH HOLDINGS LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 28 FEBRUARY 2014****11 Creditors amounts falling due within one year**

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Bank loans and overdrafts (secured)	393,345	319,506	203,412	165,413
Trade creditors	352,252	382,820	-	-
Other creditors and accruals	217,425	166,740	38,986	60,244
Amounts owed to group undertakings	-	-	1,601,241	1,624,827
Corporation tax	74,000	204,000	57,000	10,000
Taxes and social security costs	85,528	39,600	27,079	21,724
Director's loan	-	2,915	-	2,915
Consignment stocking loans (secured)	1,838,623	1,240,141	-	-
Other stocking loans (secured)	505,296	489,491	-	-
	<u>3,466,469</u>	<u>2,845,213</u>	<u>1,927,718</u>	<u>1,885,123</u>

The bank loans and overdrafts are secured by a fixed and floating charge over the group's assets

Stocking loans are secured on the vehicles subject to finance

The director's loan is non interest bearing and has no fixed repayment date

12 Creditors amounts falling due after more than one year

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Bank loans (secured)	<u>433,415</u>	<u>541,342</u>	<u>433,415</u>	<u>541,342</u>
Analysis of loans				
Wholly repayable within five years	1,068,711	1,175,833	563,415	686,342
Included in current liabilities	(635,296)	(634,491)	(130,000)	(145,000)
	<u>433,415</u>	<u>541,342</u>	<u>433,415</u>	<u>541,342</u>
Loan maturity analysis				
In more than one year but not more than two years	635,296	634,491	130,000	145,000
In more than two years but not more than five years	<u>433,415</u>	<u>541,342</u>	<u>433,415</u>	<u>541,342</u>

The bank loans are secured by a fixed and floating charge over the group's assets

PENTRAETH HOLDINGS LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 28 FEBRUARY 2014****13 Provisions for liabilities
Group**

	Deferred taxation £
Profit and loss account	16,867
Balance at 28 February 2014	<u>16,867</u>

Company

Profit and loss account	2,485
Balance at 28 February 2014	<u>2,485</u>

The deferred tax liability is made up as follows

	Group 2014 £	2013 £	Company 2014 £	2013 £
Accelerated capital allowances	<u>16,867</u>	<u>-</u>	<u>2,485</u>	<u>-</u>

14 Share capital

	2014 £	2013 £
Allotted, called up and fully paid		
24,000 Ordinary voting shares of £1 each	24,000	24,000
6,000 Ordinary non-voting shares of £1 each	6,000	6,000
	<u>30,000</u>	<u>30,000</u>

PENTRAETH HOLDINGS LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 28 FEBRUARY 2014****15 Statement of movements on reserves****Group**

	Revaluation reserve £	Profit and loss account £
Balance at 1 March 2013	599,281	1,209,645
Profit for the period	-	207,649
Revaluation during the year	43,787	-
Balance at 28 February 2014	<u>643,068</u>	<u>1,417,294</u>

Company

	Revaluation reserve £	Profit and loss account £
Balance at 1 March 2013	599,281	(114,897)
Profit for the period	-	7,418
Revaluation during the year	43,787	-
Balance at 28 February 2014	<u>643,068</u>	<u>(107,479)</u>

PENTRAETH HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2014

16 Reconciliation of movements in shareholders' funds	2014	2013
Group	£	£
Profit for the financial year	207,649	446,937
Other recognised gains and losses	43,787	-
Net addition to shareholders' funds	251,436	446,937
Opening shareholders' funds	1,838,926	1,391,989
Closing shareholders' funds	2,090,362	1,838,926
	2014	2013
Company	£	£
Profit/(Loss) for the financial year	7,418	(484,262)
Other recognised gains and losses	43,787	-
Net addition to/(depletion in) shareholders' funds	51,205	(484,262)
Opening shareholders' funds	514,384	998,646
Closing shareholders' funds	565,589	514,384

17 Contingent liabilities

Group

The group companies provide cross guarantees in relation to their dealings with motor manufacturers for the supply of new motor vehicles, in the normal course of business, and in relation to security provided for their bankers and to finance companies for used car stocking facilities

Company

The company has provided cross guarantees for other group companies in relation to their dealings with motor manufacturers for the supply of new motor vehicles, in the normal course of business, and in relation to security provided for their bankers and to finance companies for used car stocking facilities

PENTRAETH HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2014

18 Financial commitments

At 28 February 2014 the group had annual commitments under non-cancellable operating leases as follows

	Land and buildings	
	2014	2013
	£	£
Expiry date		
In over five years	35,400	35,400

At 28 February 2014 the company had annual commitments under non-cancellable operating leases as follows

	Land and buildings	
	2014	2013
	£	£
Expiry date		
In over five years	35,400	35,400

19 Director's remuneration

	2014	2013
	£	£
Remuneration for qualifying services	5,700	5,500

20 Employees

Number of employees

The average monthly number of employees (including directors) during the year was

	2014	2013
	Number	Number
	32	25

Employment costs

	2014	2013
	£	£
Wages and salaries	433,158	521,550
Social security costs	59,776	71,974
	492,934	593,524

PENTRAETH HOLDINGS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2014

21 Control

The ultimate controlling party is K W Jones, the sole director and sole shareholder

22 Related party relationships and transactions

Related party transactions

The director's loan £Nil (28/2/13 - £2,915) is non interest bearing and has no fixed repayment date

The group paid rent of £35,400 (1/1/12 to 28/2/13 - £41,300) to the director for the use of land

During the year the following transactions took place with JGJ Motors, a business owned by the director's wife

Sales and management charges	937,041 (1/1/12 to 28/2/13 - 594,394)
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Purchases and equipment hire	1,210,716 (1/1/12 to 28/2/13 1,153,248)
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Debtor at 28 February 2014	Nil (28 February 2013 - Nil)
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Creditor at 28 February 2014	Nil (28 February 2013 - Nil)
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Group

The company has taken advantage of the exemption available in FRS 8 "Related party disclosures" whereby it has not disclosed transactions with any wholly owned subsidiary undertaking