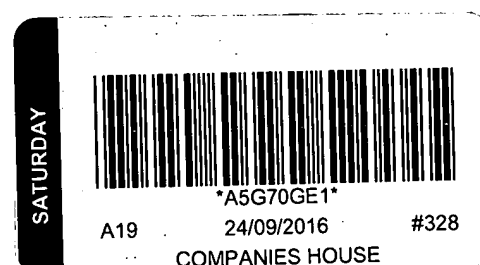


Close Motor Company Limited
Unaudited
Abbreviated accounts
For the year ended 31 December 2015



Close Motor Company Limited

The following reproduces the text of the Chartered accountants' report in respect of the company's annual financial statements, from which the abbreviated accounts (set out on pages 2 to 7) have been prepared.

Chartered accountants' report to the board of directors on the preparation of the unaudited statutory financial statements of Close Motor Company Limited for the year ended 31 December 2015

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Close Motor Company Limited for the year ended 31 December 2015 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 <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the Board of directors of Close Motor Company Limited, as a body, in accordance with the terms of our engagement letter dated 25 November 2015. Our work has been undertaken solely to prepare for your approval the financial statements of Close Motor Company Limited and state those matters that we have agreed to state to the Board of directors of Close Motor Company Limited, as a body, in this report in accordance with ICAEW Technical release TECH07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Close Motor Company Limited and its Board of directors, as a body, for our work or for this report.

It is your duty to ensure that Close Motor Company Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Close Motor Company Limited. You consider that Close Motor Company 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 Close Motor Company 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.

ASE Audit LLP

ASE Audit LLP
Chartered Accountants
Rowan Court
Concord Business Park
Manchester
Greater Manchester
M22 0RR

Date: *23 September 2016*

Close Motor Company Limited
Registered number: 03823504

Abbreviated balance sheet
As at 31 December 2015

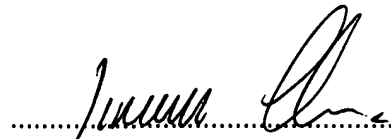
	Note	2015	2014
		£	£
Fixed assets			
Intangible assets	2	-	-
Tangible assets	3	105,895	103,654
Investment property	4	303,589	303,589
		<u>409,484</u>	<u>407,243</u>
Current assets			
Stocks		942,470	671,952
Debtors		492,599	202,789
Cash in hand		650	20,280
		<u>1,435,719</u>	<u>895,021</u>
Creditors: amounts falling due within one year	5	<u>(1,260,659)</u>	<u>(746,346)</u>
Net current assets		<u>175,060</u>	<u>148,675</u>
Total assets less current liabilities		<u>584,544</u>	<u>555,918</u>
Creditors: amounts falling due after more than one year	6	<u>(537,192)</u>	<u>(619,870)</u>
Net assets/(liabilities)		<u><u>47,352</u></u>	<u><u>(63,952)</u></u>
Capital and reserves			
Called up share capital	7	105,264	105,264
Share premium account		94,736	94,736
Revaluation reserve		162,279	162,279
Profit and loss account		(314,927)	(426,231)
Shareholders' funds/(deficit)		<u><u>47,352</u></u>	<u><u>(63,952)</u></u>

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 31 December 2015 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.

Close Motor Company Limited
Abbreviated balance sheet (continued)
As at 31 December 2015

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 by:


.....
S Close
Director

Date: 21/9/2016

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

Close Motor Company Limited
Notes to the abbreviated accounts
For the year ended 31 December 2015

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 as modified by the revaluation of Investment property and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

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.

Sales of motor vehicles, parts and accessories are recognised on the earlier of full payment by, or delivery date to, the customer together with the associated manufacturer vehicle bonus income. Any other manufacturer income in relation to achieving targets is recognised on an accruals basis. Servicing revenue is recognised on the completion of the agreed work.

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.

Goodwill has been fully written off.

1.4 Tangible fixed assets and depreciation

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:

Long-term leasehold property	-	Over the period of the lease
Plant and machinery	-	25% reducing balance
Motor vehicles	-	25% reducing balance

1.5 Investment properties

Investment properties are included in the Balance sheet at their open market value in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015) and are not depreciated. This treatment is contrary to the Companies Act 2006 which states that fixed assets should be depreciated but is, in the opinion of the directors, necessary in order to give a true and fair view of the financial position of the company.

1.6 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. 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.

Close Motor Company Limited
Notes to the abbreviated accounts
For the year ended 31 December 2015

1. Accounting policies (continued)

1.7 Operating leases

Rentals under operating leases are charged to the Profit and loss account on a straight line basis over the lease term.

1.8 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks.

Consignment stocks

Consigned 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, are included within stocks on the balance sheet although legal title has not passed to the company. The corresponding liability is included within trade creditors and is secured directly on these vehicles.

1.9 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.

Deferred tax is not provided on timing differences arising from the revaluation of fixed assets in the financial statements.

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.

1.10 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

Close Motor Company Limited
Notes to the abbreviated accounts
For the year ended 31 December 2015

2. Intangible fixed assets

	£
Cost	
At 1 January 2015 and 31 December 2015	30,000
Amortisation	
At 1 January 2015 and 31 December 2015	30,000
Net book value	
At 31 December 2015	-
At 31 December 2014	-

3. Tangible fixed assets

	£
Cost	
At 1 January 2015	451,908
Additions	15,441
At 31 December 2015	467,349
Depreciation	
At 1 January 2015	348,254
Charge for the year	13,200
At 31 December 2015	361,454
Net book value	
At 31 December 2015	105,895
At 31 December 2014	103,654

4. Investment property

	£
Valuation	
At 1 January 2015 and 31 December 2015	303,589

The 2015 valuations were made by the directors, on an open market value for existing use basis.

5. Creditors:
Amounts falling due within one year

Included within trade creditors are vehicle creditors amounting to £428,860 (2014: £70,467) which are secured directly against the respective vehicles to which they relate.

Included within trade creditors is an amount of £236,054 (2014: £275,169) in relation to new vehicle consignment funding. This liability is secured directly against the vehicles to which they relate.

Close Motor Company Limited
Notes to the abbreviated accounts
For the year ended 31 December 2015

5. Creditors:
Amounts falling due within one year (continued)

6. Creditors:
Amounts falling due after more than one year
 Creditors include amounts not wholly repayable within 5 years as follows:

	2015	2014
	£	£
Repayable by instalments	93,098	119,427
Repayable other than by instalments	250,000	250,000
	<u>343,098</u>	<u>369,427</u>

R M Close and J Close have provided a personal guarantee, which is limited to £450,000, for the company's bank loan.

7. Share capital

	2015	2014
	£	£
Shares classified as capital		
Allotted, called up and fully paid		
105,264 Ordinary shares shares of £1 each	<u>105,264</u>	<u>105,264</u>
Shares classified as debt		
Allotted, called up and fully paid		
250,000 Preference shares shares of £1 each	<u>250,000</u>	<u>250,000</u>

8. Related party transactions

As at the balance sheet date amounts owed to R M Close and Mrs J E Close amounted to £80,469 (2014: £48,023), no interest was charged in relation to the loan.

During the financial period the company paid rent amounting to £18,000 (2014: £18,000) to R M Close and Mrs J E Close.