

**Abbreviated Unaudited Accounts**

**for the Year Ended 31 March 2014**

**for**

**Norton Motorcycles (UK) Limited**

**Contents of the Abbreviated Accounts  
for the Year Ended 31 March 2014**

	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Abbreviated Balance Sheet</b>	<b>2</b>
<b>Notes to the Abbreviated Accounts</b>	<b>4</b>
<b>Chartered Accountants' Report</b>	<b>8</b>

**Norton Motorcycles (UK) Limited**

**Company Information  
for the Year Ended 31 March 2014**

**DIRECTORS:**

S J Garner  
S P Skinner

**REGISTERED OFFICE:**

Donington Hall  
Castle Donington  
Leicestershire  
DE74 2SG

**REGISTERED NUMBER:**

06718623 (England and Wales)

**ACCOUNTANTS:**

HSKS Greenhalgh  
Chartered Accountants  
18 St Christopher's Way  
Pride Park  
Derby  
DE24 8JY

Abbreviated Balance Sheet  
31 March 2014

		2014		2013 as restated	
	Notes	£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	2		3,277,610		2,720,116
Tangible assets	3		837,766		977,755
Investments	4		1,582,313		1,532,313
			<u>5,697,689</u>		<u>5,230,184</u>
<b>CURRENT ASSETS</b>					
Stocks		926,734		1,262,770	
Debtors		3,274,214		2,643,124	
Cash at bank and in hand		2,561		169,775	
		<u>4,203,509</u>		<u>4,075,669</u>	
<b>CREDITORS</b>					
Amounts falling due within one year	5	1,565,679		2,471,870	
<b>NET CURRENT ASSETS</b>			<u>2,637,830</u>		<u>1,603,799</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>8,335,519</u>		<u>6,833,983</u>
<b>CREDITORS</b>					
Amounts falling due after more than one year	5		7,513,821		6,044,439
<b>NET ASSETS</b>			<u>821,698</u>		<u>789,544</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	6		1		1
Profit and loss account			821,697		789,543
<b>SHAREHOLDERS' FUNDS</b>			<u>821,698</u>		<u>789,544</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2014.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2014 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

The notes form part of these abbreviated accounts

**Abbreviated Balance Sheet - continued**  
**31 March 2014**

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 30 January 2015 and were signed on its behalf by:

S J Garner - Director

**Notes to the Abbreviated Accounts  
for the Year Ended 31 March 2014**

**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The company meets its day to day working capital requirements through funds received in the form of a loan from the parent company.

The nature of the company's business is such that there can be considerable unpredictable variation in the timing of cash inflows. The directors have prepared projected cashflow information for the period ending 31 March 2015. On the basis of this cash flow information, the directors consider that the company will continue to operate within the limit of funds currently available. On this basis, the directors consider it appropriate to prepare the financial statements on the going concern basis. The financial statements do not include any adjustments that may result from any significant variation of future cashflows.

**Accounting convention**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

**Preparation of consolidated financial statements**

The financial statements contain information about Norton Motorcycles (UK) Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company has taken the option under Section 398 of the Companies Act 2006 not to prepare consolidated financial statements.

**Turnover**

Turnover represents net invoiced sales relating to the principle activities and other related activities excluding value added tax.

**Goodwill**

Goodwill, being the amount paid in connection with the acquisition of a business in 2013, is being amortised evenly over its estimated useful life of ten years.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Tooling	- 10% on cost
Plant and machinery	- 10% & 25% on cost
Fixtures and fittings	- 10% on cost
Motor vehicles	- 20% on cost
Office & computer equipment	- 15% on cost

Tooling expenditure is depreciated once the asset has been brought into operational use.

**Stocks**

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

**Deferred tax**

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

**Development**

Development expenditure is capitalised where the project is technically, commercially and financially viable. The expenditure is deferred and amortised over the period the company is expected to benefit continued...

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 March 2014

1. ACCOUNTING POLICIES - continued

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date unless settled at a contracted rate. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

2. INTANGIBLE FIXED ASSETS

	Total £
<b>COST</b>	
At 1 April 2013	2,738,646
Additions	566,494
At 31 March 2014	<u>3,305,140</u>
<b>AMORTISATION</b>	
At 1 April 2013	18,530
Amortisation for year	9,000
At 31 March 2014	<u>27,530</u>
<b>NET BOOK VALUE</b>	
At 31 March 2014	<u>3,277,610</u>
At 31 March 2013	<u>2,720,116</u>



Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 March 2014

3. TANGIBLE FIXED ASSETS

	Total £
<b>COST</b>	
At 1 April 2013	1,203,259
Additions	137,683
Disposals	(218,756)
At 31 March 2014	<u>1,122,186</u>
<b>DEPRECIATION</b>	
At 1 April 2013	225,504
Charge for year	85,509
Eliminated on disposal	(26,593)
At 31 March 2014	<u>284,420</u>
<b>NET BOOK VALUE</b>	
At 31 March 2014	<u>837,766</u>
At 31 March 2013	<u>977,755</u>

4. FIXED ASSET INVESTMENTS

	Investments other than loans £
<b>COST</b>	
At 1 April 2013 and 31 March 2014	<u>1,532,313</u>
<b>NET BOOK VALUE</b>	
At 31 March 2014	<u>1,532,313</u>
At 31 March 2013	<u>1,532,313</u>

Investments (neither listed nor unlisted) were as follows:

	2014	2013 as restated
	£	£
Other assets	<u>50,000</u>	<u>-</u>

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 March 2014

4. **FIXED ASSET INVESTMENTS - continued**

The company's investments at the balance sheet date in the share capital of companies include the following:

**Norton America LLC**

Country of incorporation: USA (State of Minnesota)

Nature of business: Sale of motorcycles

	% holding	2014 £	2013 £
Class of shares:			
Investment capital	100.00		
Aggregate capital and reserves		<u>2,535,270</u>	<u>2,779,916</u>

Changes in the aggregate capital and reserves of the subsidiary company, which have remained unchanged at USD 4,227,000, are the result of exchange rate fluctuations.

**Spondon Engineering Limited**

Nature of business: Engineering

	% holding	31/8/13 £	31/8/12 £
Class of shares:			
Ordinary A shares	100.00		
Ordinary B shares	100.00		
Aggregate capital and reserves		<u>45,934</u>	<u>29,403</u>
Profit for the year		<u>18,531</u>	<u>500</u>

5. **CREDITORS**

Creditors include an amount of £ 1,000,000 (2013 - £ 1,000,000 ) for which security has been given.

They also include the following debts falling due in more than five years:

	2014 £	2013 as restated £
Repayable otherwise than by instalments	<u>1,101,360</u>	<u>-</u>

6. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2014 £	2013 as restated £
1	Ordinary	£1	<u>1</u>	<u>1</u>

7. **ULTIMATE PARENT COMPANY**

The immediate and ultimate parent company is Norton Motorcycle Holdings Limited which owns 100% of the issued share capital of Norton Motorcycles (UK) Limited.

**Chartered Accountants' Report to the Board of Directors  
on the Unaudited Financial Statements of  
Norton Motorcycles (UK) Limited**

**The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements, from which the unaudited abbreviated accounts (set out on pages two to seven) have been prepared.**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Norton Motorcycles (UK) Limited for the year ended 31 March 2014 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 us.

As a practising 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/membershandbook](http://icaew.com/membershandbook).

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

It is your duty to ensure that Norton Motorcycles (UK) 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 Norton Motorcycles (UK) Limited. You consider that Norton Motorcycles (UK) Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Norton Motorcycles (UK) 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.

HSKS Greenhalgh  
Chartered Accountants  
18 St Christopher's Way  
Pride Park  
Derby  
DE24 8JY

30 January 2015

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.