

**Abbreviated Unaudited Accounts
for the Year Ended 31 March 2015
for
Norton Motorcycles (UK) Limited**

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for the Year Ended 31 March 2015**

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Norton Motorcycles (UK) Limited

**Company Information
for the Year Ended 31 March 2015**

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

Norton Motorcycles (UK) Limited (Registered number: 06718623)

**Abbreviated Balance Sheet
31 March 2015**

		2015		2014 as restated	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible assets	2		3,336,591		3,277,610
Tangible assets	3		977,670		837,766
Investments	4		1,808,587		1,873,563
			<u>6,122,848</u>		<u>5,988,939</u>
CURRENT ASSETS					
Stocks		1,702,127		926,734	
Debtors		3,856,253		2,982,965	
Cash at bank and in hand		195,964		2,561	
		<u>5,754,344</u>		<u>3,912,260</u>	
CREDITORS					
Amounts falling due within one year		<u>2,811,811</u>		<u>1,565,680</u>	
NET CURRENT ASSETS			<u>2,942,533</u>		<u>2,346,580</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			9,065,381		8,335,519
CREDITORS					
Amounts falling due after more than one year	5		<u>8,259,687</u>		<u>7,513,821</u>
NET ASSETS			<u><u>805,694</u></u>		<u><u>821,698</u></u>
CAPITAL AND RESERVES					
Called up share capital	6		1		1
Profit and loss account			<u>805,693</u>		<u>821,697</u>
SHAREHOLDERS' FUNDS			<u><u>805,694</u></u>		<u><u>821,698</u></u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2015.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2015 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 2015

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 31 December 2015 and were signed on its behalf by:

S J Garner - Director

**Notes to the Abbreviated Accounts
for the Year Ended 31 March 2015**

1. ACCOUNTING POLICIES

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.

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.

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 March 2015

2. INTANGIBLE FIXED ASSETS

	Total £
COST	
At 1 April 2014	3,305,140
Additions	163,381
At 31 March 2015	<u>3,468,521</u>
AMORTISATION	
At 1 April 2014	27,530
Amortisation for year	104,400
At 31 March 2015	<u>131,930</u>
NET BOOK VALUE	
At 31 March 2015	<u>3,336,591</u>
At 31 March 2014	<u>3,277,610</u>

3. TANGIBLE FIXED ASSETS

	Total £
COST	
At 1 April 2014	1,122,186
Additions	243,605
At 31 March 2015	<u>1,365,791</u>
DEPRECIATION	
At 1 April 2014	284,420
Charge for year	103,701
At 31 March 2015	<u>388,121</u>
NET BOOK VALUE	
At 31 March 2015	<u>977,670</u>
At 31 March 2014	<u>837,766</u>

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 March 2015

4. **FIXED ASSET INVESTMENTS**

	Investments other than loans £
COST	
At 1 April 2014 and 31 March 2015	<u>1,823,563</u>
PROVISIONS	
Impairments	<u>64,976</u>
At 31 March 2015	<u>64,976</u>
NET BOOK VALUE	
At 31 March 2015	<u>1,758,587</u>
At 31 March 2014	<u>1,823,563</u>

Investments (neither listed nor unlisted) were as follows:

	2015	2014 as restated
	£	£
Other assets	<u>50,000</u>	<u>50,000</u>

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

Subsidiaries

Norton America LLC

Country of incorporation: USA (State of Minnesota)

Nature of business: Sale of motorcycles

	% holding	2015	2014
		£	£
Class of shares:			
Investment capital	100.00		
Aggregate capital and reserves		<u>2,535,270</u>	<u>2,535,270</u>

Spondon Engineering Limited (Company number 06999582)

Nature of business: Engineering

	% holding	31/8/14	31/8/13
		£	£
Class of shares:			
Ordinary A shares	100.00		
Ordinary B shares	100.00		
Aggregate capital and reserves		<u>69,696</u>	<u>45,934</u>
Profit for the year		<u>23,762</u>	<u>18,531</u>

Notes to the Abbreviated Accounts - continued
for the Year Ended 31 March 2015

4. **FIXED ASSET INVESTMENTS - continued**

Associated company

Spondon Developments Limited (company number 02446090)

Nature of business: Non-trading company

	% holding	31/8/14	31/8/13
Class of shares:		£	£
Ordinary	50.00		
Aggregate capital and reserves		452,548	205,418
Profit for the year/period		<u>247,130</u>	<u>15,438</u>

5. **CREDITORS**

Creditors include an amount of £ 1,000,000 (2014 - £ 1,000,000) for which security has been given.

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

	2015	2014 as restated
	£	£
Repayable otherwise than by instalments	<u>1,101,360</u>	<u>1,101,360</u>

6. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2015	2014 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 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 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.

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. 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 loss 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

31 December 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.