

**REGISTERED NUMBER: 08216972 (England and Wales)**

**UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016**

**FOR**

**MERESIDE MOTORS LTD**

Wallwork Nelson & Johnson  
Chandler House  
7 Ferry Road Office Park  
Riversway  
Preston  
Lancashire  
PR2 2YH

**CONTENTS OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016**

	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Balance Sheet</b>	<b>3</b>
<b>Notes to the Financial Statements</b>	<b>5</b>

**MERESIDE MOTORS LTD**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 31 DECEMBER 2016**

**DIRECTORS:**

H W Bilton  
A J Norton

**REGISTERED OFFICE:**

Thorney Fen Rosslyn Lane  
Cuddington  
Northwich  
Cheshire  
CW8 2JZ

**REGISTERED NUMBER:**

08216972 (England and Wales)

**ACCOUNTANTS:**

Wallwork Nelson & Johnson  
Chandler House  
7 Ferry Road Office Park  
Riversway  
Preston  
Lancashire  
PR2 2YH

**STRATEGIC REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2016**

The directors present their strategic report for the year ended 31 December 2016.

**REVIEW OF BUSINESS**

During the year, sales performance has suffered as a result of restructuring the Sales Department, to include the recruitment of personnel and the improvement of internal processes.

Although gross margins have improved on 2015, sales volumes in the year have insufficiently covered the cost of this outlay.

Additional investment has been made to improve the company's horsebox trading activities. This has resulted in a more efficient supply chain which will increase margins and reduce lead times.

The directors are of the opinion that further investment is required to improve the company's trading performance and that this will be reflected in the financial results for the year ended 31 December 2017, with a return to profitability expected in 2018.

As such, the directors remain committed and able to support the company financially for the foreseeable future.

**ON BEHALF OF THE BOARD:**

A J Norton - Director

19 March 2018

**MERESIDE MOTORS LTD (REGISTERED NUMBER: 08216972)**

**BALANCE SHEET  
31 DECEMBER 2016**

	Notes	31/12/16 £	£	31/12/15 £	£
<b>FIXED ASSETS</b>					
Tangible assets	4		26,092		13,142
<b>CURRENT ASSETS</b>					
Stocks	5	1,257,384		1,040,093	
Debtors	6	212,055		223,998	
Cash at bank		<u>184,267</u>		<u>251,334</u>	
		1,653,706		1,515,425	
<b>CREDITORS</b>					
Amounts falling due within one year	7	<u>1,419,767</u>		<u>1,210,664</u>	
<b>NET CURRENT ASSETS</b>			<u>233,939</u>		<u>304,761</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			260,031		317,903
<b>CREDITORS</b>					
Amounts falling due after more than one year	8		(291,213)		(302,126)
<b>PROVISIONS FOR LIABILITIES</b>	10		-		(1,922)
<b>NET (LIABILITIES)/ASSETS</b>			<u>(31,182)</u>		<u>13,855</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital			2		2
Retained earnings			<u>(31,184)</u>		<u>13,853</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>(31,182)</u>		<u>13,855</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2016.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2016 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)

**BALANCE SHEET - continued**  
**31 DECEMBER 2016**

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 19 March 2018 and were signed on its behalf by:

A J Norton - Director

H W Bilton - Director

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016**

**1. STATUTORY INFORMATION**

Mereside Motors Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

These financial statements for the year ended 31 December 2016 are the first financial statements that comply with FRS 102 Section 1A "Small Entities". The date of transition is 1 January 2015.

The transition to FRS 102 Section 1A has not resulted in any changes to prior year comparative figures.

**Turnover**

Turnover represents net invoiced sales of goods and services excluding value added tax.

**Tangible fixed assets**

Tangible fixed assets are stated at cost less accumulated depreciation and any provision for impairment in value.

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life

Leasehold improvements	- 20% on cost
Plant & machinery	- 20% on cost
Fixtures & fittings	- 33% on cost
Computer equipment	- 33% on cost

**Stocks**

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

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Deferred tax**

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

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2016**

**2. ACCOUNTING POLICIES - continued**

**Going concern**

The Directors believe that the company has sufficient trade and financial resources to continue in operational existence for the foreseeable future. Thus the Going Concern basis of accounting in preparing the annual financial statements has been adopted.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 5 .

**4. TANGIBLE FIXED ASSETS**

	Short leasehold £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
<b>COST</b>					
At 1 January 2016	5,120	10,506	532	-	16,158
Additions	-	17,240	275	388	17,903
At 31 December 2016	<u>5,120</u>	<u>27,746</u>	<u>807</u>	<u>388</u>	<u>34,061</u>
<b>DEPRECIATION</b>					
At 1 January 2016	1,590	1,333	93	-	3,016
Charge for year	1,024	3,648	238	43	4,953
At 31 December 2016	<u>2,614</u>	<u>4,981</u>	<u>331</u>	<u>43</u>	<u>7,969</u>
<b>NET BOOK VALUE</b>					
At 31 December 2016	<u>2,506</u>	<u>22,765</u>	<u>476</u>	<u>345</u>	<u>26,092</u>
At 31 December 2015	<u>3,530</u>	<u>9,173</u>	<u>439</u>	<u>-</u>	<u>13,142</u>

**5. STOCKS**

	31/12/16 £	31/12/15 £
Stocks	<u>1,257,384</u>	<u>1,040,093</u>

**6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31/12/16 £	31/12/15 £
Trade debtors	156,045	175,059
Other debtors	9,009	9,057
Tax	294	-
VAT	25,207	27,172
Deferred tax asset	7,954	-
Prepayments and accrued income	<u>13,546</u>	<u>12,710</u>
	<u>212,055</u>	<u>223,998</u>



**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2016**

**7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31/12/16	31/12/15
	£	£
Trade creditors	222,030	172,173
Tax	-	294
Social security and other taxes	3,487	3,976
Other creditors	1,176,500	1,021,500
Accrued expenses	17,750	12,721
	<u>1,419,767</u>	<u>1,210,664</u>

**8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31/12/16	31/12/15
	£	£
Directors' loan accounts	<u>291,213</u>	<u>302,126</u>

**9. LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	31/12/16	31/12/15
	£	£
Between one and five years	<u>32,156</u>	<u>50,531</u>

**10. PROVISIONS FOR LIABILITIES**

	31/12/15
	£
Deferred tax	<u>1,922</u>
	Deferred tax
	£
Balance at 1 January 2016	1,922
Credit to Income Statement during year	<u>(9,876)</u>
Balance at 31 December 2016	<u>(7,954)</u>

**11. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

As at 31 December 2016 the company owed the directors, A J Norton and H W Bilton £142,486 (2015: £147,893) and £148,727 (2015: £154,233) respectively in respect of interest-free loans from the directors.

**12. RELATED PARTY DISCLOSURES**

During the year various monies were loaned to the company by Gardenbook Holdings Limited, a company owned and controlled by the Directors, A J Norton and H W Bilton. Included in Other Creditors as at 31 December 2016 is an amount of £611,500 (2015: £431,500) due to Gardenbook Holdings Limited.

In addition, the Directors are also Designated Members of AJ and HB Properties LLP. In previous years, various monies were loaned by the Limited Liability Partnership to Mereside Motors Limited. During the year, £25,000 was repaid to AJ & HB Properties LLP. Included in Other Creditors as at 31 December 2016 is an amount of £565,000 (2015: £590,000) due to AJ and HB Properties LLP.

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2016**

**13. ULTIMATE CONTROLLING PARTY**

The company is owned and controlled by the directors.

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.