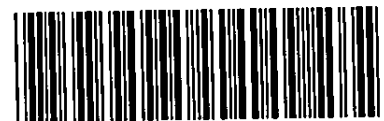


Company No: 2251848
Registered in England & Wales

MOTOR MALL LIMITED
FINANCIAL STATEMENTS
FOR THE PERIOD ENDED
31ST MARCH 2008

Norman Brisk & Company
Chartered Certified Accountants
Bank Chambers
Canterbury Road
Lyminge
Nr Folkestone
Kent CT18 8HU

FRIDAY



AO4 *AA9E16YT* 516
30/01/2009
COMPANIES HOUSE

Tel: (01303) 863757 Fax: (01303) 863758
E-Mail: norman@nbco.co.uk

MOTOR MALL LIMITED

FOR THE PERIOD ENDED 31ST MARCH 2008

INDEX	PAGE
Company Information	1
Director's Report	2
Accountants' Report	3
Profit & Loss Account	4
Balance Sheet	5
Notes to the Accounts	6-11
The following pages do not form part of the financial statements	
Trading and Profit and Loss Account	12

MOTOR MALL LIMITED

PERIOD ENDED 31ST MARCH 2008

COMPANY INFORMATION

DIRECTORS	D T Westgarth
SECRETARY	L H Westgarth
REPORTING ACCOUNTANTS	Norman Brisk & Company Bank Chambers Canterbury Road Lyminge Folkestone Kent CT18 8HU
REGISTERED OFFICE	Little Densole Farm Canterbury Road Densole Folkestone Kent CT18 7BJ
COMPANY NUMBER	2251848 Registered in England & Wales

MOTOR MALL LIMITED

The director presents his report together with the accounts of the Company for the period ended 31st March 2008.

Principal Activity

The principal activity of the Company is the sale of new and secondhand imported motor vehicles on an agency basis.

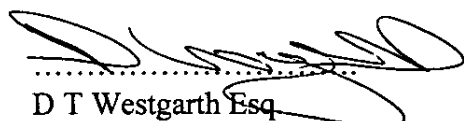
Director's Interests

All the shares in the Company are held by the group holding company – Motor Mall (Holdings) Limited. The Director's interests in the shares of the group holding company were:

	<u>5p Ordinary Shares</u>	
	<u>31st March 2008</u>	<u>28-Feb-07</u>
D T Westgarth Esq.	1,997	1,997
Mrs L H M Westgarth	3	3
	<u>2,000</u>	<u>2,000</u>

In preparing the above report, the Director has taken advantage of the special provisions applicable to small companies provided by Part VII of the Companies Act 1985.

By order of the board


D T Westgarth Esq
Director

28th January 2009.

MOTOR MALL LIMITED

ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED FINANCIAL STATEMENTS OF MOTOR MALL LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the period ended 31st March 2008, set out on pages 4 to 8 and you consider that the company is exempt from an audit.

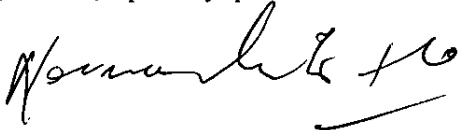
In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

This report is made to the company's board of directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's board of directors that we have done so, and state those matters that we have agreed to state to them in this 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 board of directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Association of Chartered Certified Accountants in England and Wales and have complied with the ethical guidance laid down by the Association relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31st March 2008 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. 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 financial statements.



Norman Brisk & Company
Chartered Certified Accountants

Lyminge

Norman M. Brisk FCCA

28th January 2009

MOTOR MALL LIMITED**Profit and Loss Account for the period ended 31st March 2008**

		<u>2007</u>	<u>2007</u>
	Note	£	£
TURNOVER	2(a)	475,216	1,677,350
Cost of sales		(353,308)	(1,356,271)
GROSS PROFIT		<u>121,908</u>	<u>321,079</u>
Administrative expenses		(289,105)	(300,376)
OPERATING (LOSS) FOR THE YEAR	2(b)	<u>(167,197)</u>	<u>20,703</u>
Other income	3	64,636	37,943
		<u>(102,561)</u>	<u>58,646</u>
Interest payable and similar charges	4	(68,727)	(34,058)
NET PROFIT/ (LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION	5	<u>(171,288)</u>	<u>24,588</u>
TAXATION	6	-	(687)
NET PROFIT/ (LOSS)FOR THE YEAR AFTER TAXATION	13	<u>(171,288)</u>	<u>23,901</u>
Accumulated losses brought forward		(146,122)	(170,023)
Accumulated losses carried forward		<u>(317,410)</u>	<u>(146,122)</u>

The notes on pages 7 to 12 form part of these accounts.

MOTOR MALL LIMITED**Balance Sheet as at 31st march 2008**

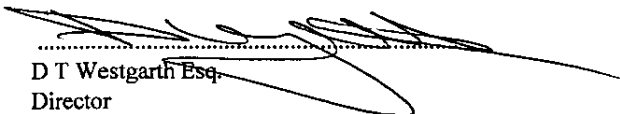
		<u>2008</u>		<u>2007</u>	
	Note	£	£	£	£
Fixed Assets					
Tangible assets	7		755,895		996,340
Current Assets					
Stock	8	76,031		93,764	
Debtors	9	22,001		101,158	
Cash at bank		153		1,405	
		<u>98,185</u>		<u>196,327</u>	
Creditors: amounts falling due within 1 year					
Creditors - Amounts falling due within one year		373,513		496,768	
Creditors - fellow subsidiaries		17,394		61,438	
	12	<u>390,907</u>		<u>558,206</u>	
Net current assets/(liabilities)			(292,722)		(361,879)
Total assets less current liabilities			<u>463,173</u>		<u>634,461</u>
Creditors: amounts falling due within 1 year					
Amounts falling due after more than one year			(233,000)		(233,000)
Net Assets			<u>230,173</u>		<u>401,461</u>
Capital and reserves					
Profit and loss Account	13		(317,410)		(146,122)
Called up share capital	14		14,545		14,545
Realised surplus account	15		242,137		242,137
Unrealised surplus account	15		290,901		290,901
			<u>230,173</u>		<u>401,461</u>

In preparing these financial statements:

- (i) The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (ii) Members have not required the company to obtain an audit in accordance with Section 249B(2) of the Companies Act 1985, and
- (iii) The director acknowledges his responsibilities for:
 - (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (b) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit and loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions conferred by Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on 28th January 2009


D T Westgarth Esq.
Director

28th January 2009

MOTOR MALL LIMITED

Notes forming part of the Financial Statements for the period ended 31st March 2008.

1. ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the Company's financial statements are as follows:

Basis of accounting

The financial statements are prepared under the historical cost convention, modified to include Freehold Property at professional valuation.

Investment property

The Director has not provided depreciation in order that the accounts give a true and fair view.

Depreciation

Depreciation is provided on all tangible fixed assets other than on the freehold properties held as an Investment Property, at annual rates calculated to write off the cost of each asset over its expected useful life as follows:-

Freehold property	- 2% on cost of freehold buildings
Equipment, furniture & fittings	- 15% on net book value
Motor vehicles	- 25% on net book value

Turnover

Turnover comprises invoiced value excluding VAT of goods and services supplied to third parties on behalf of principals.

Stock and work in progress

Stock and work in progress have been valued at the lower of cost or net realisable value.

Deferred Taxation

No provision has been made in respect of deferred taxation arising from accelerated capital allowances as the directors do not believe a liability will crystallise.

Leasing and hire purchase commitments

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the group, and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives. The capital element of future obligations under leases and hire purchase contracts are included as liabilities in the balance sheet. The interest elements of the rental obligations are charged in the profit and loss account over the periods of the leases and hire purchase contracts and represent a constant proportion of the balance of capital repayments outstanding.

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

Cash Flow Statement

The director has elected to take advantage of the exemption under FRS1 not to prepare a cash flow statement.

MOTOR MALL LIMITED

Notes forming part of the Financial Statements for the period ended 31st March 2008

2(a). TURNOVER

The turnover of the Company relates to customers in the United Kingdom in respect of:-

	<u>2008</u>	<u>2007</u>
	<u>£</u>	<u>£</u>
Agency car sales	475,216	1,677,350

2(b). OPERATING PROFIT/ (LOSS)

The operating losses are as follows:-

	<u>2008</u>	<u>2007</u>
	<u>£</u>	<u>£</u>
Operating profits/(losses)	(171,289)	24,588

3. OTHER INCOME

Other income is in respect of :

	<u>2008</u>	<u>2007</u>
	<u>£</u>	<u>£</u>
Rents received	68,727	37,943
	<u>68,727</u>	<u>37,943</u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

Interest Payable - Bank loans and overdrafts
and other loans repayable within five years
Mortgage interest

	<u>2008</u>	<u>2007</u>
	<u>£</u>	<u>£</u>
	-	-
	68,727	34,058
	<u>68,727</u>	<u>34,058</u>

5. PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION

(Loss) on Ordinary Activities has been arrived at after (crediting)/charging:-

	<u>2008</u>	<u>2007</u>
	<u>£</u>	<u>£</u>
Depreciation of fixed assets and loss on disposal	11,746	7,026
Director's emoluments	47,464	42,000

6. TAXATION

Corporation Tax - Rate: 19%

	<u>2008</u>	<u>2007</u>
	<u>£</u>	<u>£</u>
	-	8,014

No taxation has been provided on the unrealised surplus on the adoption of the professional valuation, as there is no imminent decision to sell the property by the director.

MOTOR MALL LIMITED

Notes forming part of the Financial Statements for the period ended 31st March 2008

7. TANGIBLE FIXED ASSETS

	<u>Freehold Property</u>	<u>Equipment, Furniture & Fittings (see note)</u>	<u>Total</u>
<u>Cost or Valuation</u>	<u>£</u>	<u>£</u>	<u>£</u>
At 1st March 2007	1,008,579	44,427	1,053,006
(Disposals)	(233,000)	(1,030)	(234,030)
At 31st March 2008	<u>775,579</u>	<u>43,397</u>	<u>818,976</u>
 <u>Depreciation</u>			
At 1st March 2007	31,652	25,014	56,666
Disposal adjustments	-	-	-
Charge for year	3,600	2,815	6,415
At 31st March 2008	<u>35,252</u>	<u>27,829</u>	<u>63,081</u>
 <u>Net Book Value</u>			
At 31st March 2008	<u>740,327</u>	<u>15,568</u>	<u>755,895</u>
At 28th February 2007	<u>976,927</u>	<u>19,413</u>	<u>996,340</u>

Freehold Property of £81,740 included above is an Investment Property and no depreciation has been provided.

Freehold Property at Chartham has been included as at professional valuation made on 13th December 1999. This has given rise to an unrealised surplus on land of £290,901. No taxation has been provided on the unrealised surplus (see Taxation note 6).

Depreciation on the freehold buildings has been provided at 2% on cost.

MOTOR MALL LIMITED

Notes forming part of the Financial Statements for the period ended 31st March 2008

8. STOCKS & PAYMENTS IN ADVANCE FOR CARS IN TRANSIT	<u>2008</u>	<u>2007</u>
	<u>£</u>	<u>£</u>
Motor vehicles & spare parts	76,031	93,764
	<u>76,031</u>	<u>93,764</u>
9. DEBTORS	<u>2008</u>	<u>2007</u>
	<u>£</u>	<u>£</u>
Trade debtors	18,761	59,676
Other debtors and prepaid	3,240	41,482
	<u>22,001</u>	<u>101,158</u>
10. FELLOW SUBSIDIARY COMPANIES	<u>2008</u>	<u>2007</u>
Amounts due from:	<u>£</u>	<u>£</u>
Canterbury Car Sales Limited	3,240	3,240
	<u>3,240</u>	<u>2,480</u>
11. PARENT COMPANY	<u>2008</u>	<u>2007</u>
	<u>£</u>	<u>£</u>
Amount due from Motor Mall (Holdings) Limited	340	340
	<u>340</u>	<u>340</u>
12. CREDITORS: Amounts falling due within one year	<u>2008</u>	<u>2007</u>
	<u>£</u>	<u>£</u>
Mortgage repayments due within 12 months	250,000	64,697
Bank overdraft	105,502	346,863
Director's loans	-	-
Trade and other sundry creditors	10,215	59,808
Amounts due to group companies	17,394	61,438
Accruals	872	16,658
Corporation Tax	-	687
Taxation and Social Security	6,924	8,055
	<u>390,907</u>	<u>558,206</u>
CREDITORS -	<u>2008</u>	<u>2007</u>
Amounts due to Fellow Subsidiary Company	<u>£</u>	<u>£</u>
- Canterbury Service Station Limited	-	-
	<u>-</u>	<u>-</u>
CREDITORS - Amounts falling due outside one year	<u>2008</u>	<u>2007</u>
	<u>£</u>	<u>£</u>
Mortgage	233,000	233,000
	<u>233,000</u>	<u>233,000</u>
Borrowings: Due within one year	<u>2008</u>	<u>2007</u>
	<u>£</u>	<u>£</u>
Bank loans and overdrafts	250,000	64,591
Mortgage	250,000	64,591
	<u>250,000</u>	<u>64,591</u>

MOTOR MALL LIMITED

Notes forming part of the Financial Statements for the period ended 31st March 2008

12. CREDITORS (continued)	<u>2008</u>	<u>2007</u>
	<u>£</u>	<u>£</u>
<u>Borrowings: Due outside one year</u>		
<u>Wholly repayable within five years</u>		
Mortgage	233,000	233,000
	<u>233,000</u>	<u>233,000</u>
 Total borrowings	 <u>233,000</u>	 <u>233,000</u>

Bank borrowings are secured by a first legal charge over the company's freehold properties and a debenture over the fixed and floating assets of the company. Fixed rate mortgages are repayable over seven years and the unexpired term is five years.

13. RECONCILIATION OF SHAREHOLDERS' FUNDS	<u>Share</u>	<u>Realised</u>	<u>Unrealised</u>	<u>Profit &</u>	
	<u>Capital</u>	<u>Surplus A/c</u>	<u>Surplus</u>	<u>Loss Account</u>	<u>Total</u>
At 1 March 2007 as previously stated	-	-	-	(146,122)	(146,122)
	-	-	-	(146,122)	(146,122)
(Loss)Profit for the year (after taxation)	-	-	-	(171,288)	(171,288)
	-	-	-	(317,410)	(317,410)
At 31st March 2008	-	-	-	(317,410)	(317,410)

14. SHARE CAPITAL	<u>2008</u>	<u>2007</u>
<u>Authorised</u>	<u>£</u>	<u>£</u>
50,000 Ordinary shares of £1 each	50,000	50,000
	<u>14,545</u>	<u>14,545</u>
<u>Issued and Fully Paid</u>		
14,545 Ordinary shares of £1 each	14,545	14,545

15. REALISED SURPLUS ACCOUNT	<u>2008</u>	<u>2007</u>
	<u>£</u>	<u>£</u>
Realised surplus brought forward	242,137	242,137
Dividend paid	-	-
Realised surplus carried forward	<u>242,137</u>	<u>242,137</u>

16. UNREALISED SURPLUS ACCOUNT	<u>2008</u>	<u>2007</u>
	<u>£</u>	<u>£</u>
Unrealised surplus brought forward	290,901	290,901
Arising in year on professional revaluation on freehold property	-	-
Unrealised surplus carried forward	<u>290,901</u>	<u>290,901</u>

No provision has been made in respect of the taxation that would be chargeable if the property is disposed of.

MOTOR MALL LIMITED

Notes forming part of the Financial Statements for the period ended 31st March 2008

17. CAPITAL EXPENDITURE & CAPITAL COMMITMENTS

The director has not authorised any capital expenditure or entered into any capital commitments which are not reflected in these financial statements.

18. STAFF COSTS

Staff costs, including directors, during the period amounted to:	<u>2008</u>	<u>2007</u>
	<u>£</u>	<u>£</u>
Wages and salaries	90,104	129,212
Social Security costs	9,010	12,921
	<u>99,114</u>	<u>142,133</u>

Directors Remuneration included in the above was:

	<u>2008</u>	<u>2007</u>
Salaries	<u>47,464</u>	<u>42,000</u>
	<u>47,464</u>	<u>42,000</u>

The average weekly number of employees during the year was made up as follows:

	<u>2008</u>	<u>2007</u>
Directors	1	1
Production	3	5
Sales	-	-
Administrative	-	-
	<u>4</u>	<u>6</u>

19. COMMITMENTS AND CONTINGENT

The company has given a first legal charge over the freehold property and a fixed and floating charge over all current and future assets of the Company to their bankers.

20. ULTIMATE HOLDING COMPANY

The Parent and Ultimate Holding Company is Motor Mall (Holdings) Limited, incorporated in England.