

COMPANY HOUSE

D M RAJA (FINANCE) LIMITED
ANNUAL REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2000

1633236
Company No. 01633326 (England and Wales)



D M RAJA (FINANCE) LIMITED

COMPANY INFORMATION

FOR THE YEAR ENDED 31 DECEMBER 2000

Directors	D M Raja K D Raja (Mrs)
Secretary	D M Raja
Registered Office	316 Harrow Road Wembley Middlesex HA9 6LL
Company Number	01633326 (England and Wales)
Registered Auditors	K N Shah & Co P O Box 1606 Hendon London NW4 2WW

D M RAJA (FINANCE) LIMITED

FOR THE YEAR ENDED 31 DECEMBER 2000

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D M RAJA (FINANCE) LIMITED**REPORT OF THE DIRECTORS****FOR THE YEAR ENDED 31 DECEMBER 2000**

The directors submit their annual report together with audited financial statements of the company for the year ended 31 December 2000.

Statement of directors' responsibilities

Company law requires directors' to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company, and of the profit or loss of the company for that period. In preparing those financial statements, the directors' are required to:

- ◆ select suitable accounting policies and apply them consistently
- ◆ make reasonable and prudent judgements and estimates
- ◆ prepare the financial statements on a going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors' are also responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Principal Activities and Review of the Business

The principal activity of the company continued to be the provision of leasing and hire purchase finance. The results for the year are set out in detail on page 3. The directors consider the profit achieved on ordinary activities before taxation to be particularly satisfactory given the difficult trading conditions. In the opinion of the directors', the financial position of the company is satisfactory.

Directors and their Interest

The directors' throughout the year and their interests in the share capital of the company at the beginning and end of the year were as follows:-

Ordinary Shares of £1 Each

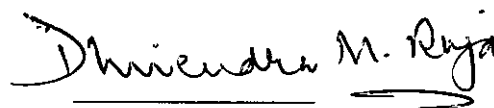
D M Raja	-
K D Raja (Mrs)	-

The directors' interests in the shares of the parent company are reported in the accounts of D M Raja Limited.

Auditors

The auditors, K N Shah & Co, will be proposed for reappointment in accordance with s.385 of the Companies Act 1985.

This report was approved by the board on 10 April 2001 and signed on its behalf:



D M Raja
Director

**REPORT OF THE AUDITORS TO THE MEMBERS OF
D M RAJA (FINANCE) LIMITED**

We have audited the financial statements on pages 3 to 9 which have been prepared under the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 1, the company's directors' are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on these statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the affairs of the company at 31 December 2000 and of its profit and cash flows for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.


K N SHAH & CO.
REGISTERED AUDITORS

**P O BOX 1606
Hendon
London NW4 2WW**

Dated: 10 April 2001

PROFIT AND LOSS ACCOUNT**For The Year Ended 31 December**

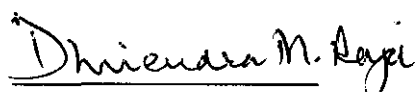
		2000	1999
	Notes	£	£
Turnover	2	63,711	52,461
 Other Operating Charges		 (39,302)	 (36,670)
Other Operating Income		<u>81,000</u>	<u>72,746</u>
Operating Profit	3	105,409	88,537
 Investment Income	4	 29,056	 32,701
Interest Receivable and Similar Income	6	98	1,291
Interest Payable and Similar Charges	7	<u>(17,003)</u>	<u>(14,201)</u>
Profit Before Taxation		117,560	108,328
 Taxation	5	 <u>(17,481)</u>	 <u>(13,492)</u>
Retained Profit For Year		<u>£ 100,079</u>	<u>£ 94,836</u>

There were no recognised gains and losses other than those passing through the profit and loss account.

BALANCE SHEET AS AT 31 DECEMBER**2000****1999**

	Notes	£	£	£	£
Fixed Assets					
Tangible Assets	8		936,826		959,964
Investments	9		<u>188,135</u>		<u>68,743</u>
			1,124,961		1,028,707
Current Assets					
Debtors	10	174,219		193,340	
Balance at Bank		<u>11,906</u>		<u>4,343</u>	
		<u>186,125</u>		<u>197,683</u>	
Creditors - Due within one year	11	<u>(186,038)</u>		<u>(125,097)</u>	
Net Current Assets			<u>87</u>		<u>72,586</u>
Total Assets less Current Liabilities			<u>1,125,048</u>		<u>1,101,293</u>
Creditors - Due after one year	12		<u>(621,062)</u>		<u>(697,386)</u>
<u>Net Assets</u>			<u>£ 503,986</u>		<u>£ 403,907</u>
Capital and Reserves					
Share Capital	13		200		200
Revaluation Reserve			104,753		104,753
Reserves	14		<u>399,033</u>		<u>298,954</u>
			<u>£ 503,986</u>		<u>£ 403,907</u>

The financial statements were approved by the board on 10 April 2001, and signed on behalf of the board of directors.



D M Raja
Director

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER

2000

1999

Note

£

£

Reconciliation of operating profit to net cash inflow from operations

Operating Profit		105,409	88,537
Depreciation of fixed assets		23,138	23,162
Decrease in debtors		19,121	(43,361)
Decrease in creditors		(150)	15,573
Net cash inflow from operations		<u>147,518</u>	<u>83,911</u>

CASH FLOW STATEMENT

Net cash inflow from operations		147,518	83,911
Returns on investments and servicing of finance	15	12,151	19,791
Taxation	5	(17,481)	(13,492)
Capital expenditure		(119,392)	(566,616)
Disposals		-	53,188
Financing		<u>(76,324)</u>	<u>414,900</u>
Increase in cash		<u>(53,528)</u>	<u>(8,318)</u>

Reconciliation of net cash flow to movement in net debt

Increase in cash in the period		<u>(53,528)</u>	<u>(8,318)</u>
Change in net debt		(53,528)	(8,318)
Net debt at 1 January 2000		<u>4,343</u>	<u>12,661</u>
Net debt at 31 December 2000		<u>(49,185)</u>	<u>4,343</u>

D M RAJA (FINANCE) LIMITED**NOTES TO THE ACCOUNTS****FOR THE YEAR ENDED 31 DECEMBER 2000****1. Accounting Policies****1.1 Accounting Convention**

The financial statements are prepared under the historical cost convention modified to include the revaluation of certain fixed assets and include the results of the company's operations as indicated in the director's report, all of which are continuing.

The company has consistently applied all the relevant accounting standards.

1.2 Turnover

Turnover represents amounts receivable from hire purchase and leasing and is credited to profit and loss account so as to give a constant rate of return over the life of each agreement.

1.3 Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of the asset less residual value over its expected useful life, as follows:-

Fixtures, Fittings and Equipment	15% Straight Line
Plant and Machinery	Straight Line over lease period
Freehold Investment Property	Not depreciated in accordance with SSAP19

1.4 Investments

Fixed asset investments are stated at cost less provision for permanent diminution in value.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating Profit

The operating profit is stated after charging:-

	2000	1999
Depreciation	23,138	23,162
Auditors Remuneration	<u>700</u>	<u>700</u>

4. Income from investments

Income from investments	2,055	965
Profit on disposal of investments	<u>27,001</u>	<u>31,735</u>
	<u>29,056</u>	<u>32,701</u>

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER

2000

1999

5. Taxation

UK Corporation Tax - Current Year	17,486	14,679
UK Corporation Tax - Prior Year	(5)	(1,188)
	<u>17,481</u>	<u>13,492</u>

6. Interest Receivable and Similar Income

Bank Interest	<u>98</u>	<u>1,291</u>
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7. Interest Payable and Similar Charges

On bank loans and overdrafts	17,003	14,079
On loans repayable between one and two years	-	121
	<u>17,003</u>	<u>14,201</u>

8. Fixed Assets**Tangible Fixed Assets**

	Plant And Machinery	Fixtures, Fittings And Equipment	Freehold Investment Property	Total
Cost/Revaluation				
At 1.1.00	45,910	6,669	936,469	989,048
Additions	-	-	-	-
At 31.12.00	<u>45,910</u>	<u>6,669</u>	<u>936,469</u>	<u>989,048</u>
Depreciation				
At 1.1.00	22,955	6,129	-	29,084
Charge for the year	22,955	183	-	23,138
At 31.12.00	<u>45,910</u>	<u>6,312</u>	<u>-</u>	<u>52,222</u>
Net Book Values				
At 31 December 2000	<u>-</u>	<u>357</u>	<u>936,469</u>	<u>936,826</u>
At 31 December 1999	<u>22,955</u>	<u>540</u>	<u>936,469</u>	<u>959,964</u>

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2000

9. Investments

	2000 Listed Investments	Total
Cost/Additions	68,743	68,743
Additions	<u>119,392</u>	<u>119,392</u>
At 31.12.00	<u>188,135</u>	<u>188,135</u>
Net Book Values		
At 31 December 2000	<u>188,135</u>	<u>188,135</u>

Listed investments had a market value of £ 179,127 on 31 December 2000.

10. Debtors

	2000	1999
Hire Purchase Instalments (Secured)	172,579	190,467
Other Debtors	<u>1,640</u>	<u>2,873</u>
	<u>174,219</u>	<u>193,340</u>

Amounts falling due after more than one year and included in debtors are :

Hire Purchase Instalments (Secured)	<u>38,657</u>	<u>48,788</u>
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11. Creditors - Amounts falling due within one year

Mortgage Repayments (secured)	84,000	84,000
Corporation Tax	17,486	14,679
Accruals and Deferred Income	23,461	26,418
Bank Overdraft	<u>61,091</u>	<u>-</u>
	<u>186,038</u>	<u>125,097</u>

Freehold property and bank accounts are secured by mortgage debentures.

12. Creditors - Amounts falling due after one year

Bank Loan	123,646	173,214
Amount Due to Parent Undertaking	<u>497,416</u>	<u>524,172</u>
	<u>621,062</u>	<u>697,386</u>

Loans

Repayable in one year or less, or on demand	84,000	84,000
Repayable between one and two years	<u>497,416</u>	<u>524,172</u>
	<u>581,416</u>	<u>608,172</u>

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER

2000

1999

13. Called Up Share Capital**Authorised**

1,000 Ordinary Shares of £1 Each

1,0001,000**Allotted and Fully Paid**

200 Ordinary Shares of £1 Each

200200**14. Reserves****Profit and Loss Account**

At beginning of year

298,954

204,118

Retained Profit for the year

100,079

94,836

At end of year

399,033298,954**15. Returns on investment and servicing of finance**

Interest received

6 98

1,291

Interest paid

7 (17,003)

(14,200)

Profit on disposals

27,001

31,735

Dividends received

2,055

965

**Net cash inflow from returns on investment
and servicing of finance**12,15119,791**16. Analysis of changes in financing during the year**

	Mortgage	Parent Undertaking	Total
Balance at 31 December 1998	839	365,647	366,486
Net cash inflow	256,375	158,525	414,900
Balance at 31 December 1999	257,214	524,172	781,386
Net cash inflow	(49,568)	(26,756)	(76,324)
Balance at 31 December 2000	207,646	497,416	705,062

17. Analysis of changes in cash and cash equivalents

	Bank	Overdraft	Net
Balance at 31 December 1998	12,661	-	12,661
Net cash outflow	(8,318)	-	(8,318)
Balance at 31 December 1999	4,343	-	4,343
Net cash inflow/(outflow)	7,563	(61,091)	(53,528)
Balance at 31 December 2000	11,906	(61,091)	(49,185)

18. Ultimate Parent Undertaking

The company is a 100% owned undertaking of D M Raja Limited, a company incorporated in the UK.