

DERWYDD GARAGE LIMITED

REGISTERED NO: 2756427

FINANCIAL ACCOUNTS FOR THE
YEAR ENDED 31ST JANUARY 1999

DAVIDSON & COMPANY
CHARTERED ACCOUNTANTS



DERWYDD GARAGE LIMITED

DIRECTORS:	Mr. W. H. Jones Mrs. E. H. Jones
SECRETARY:	Mrs. E. H. Jones
REGISTERED OFFICE:	Derwydd Garage Cynwyl Elfed Carmarthen Dyfed
REGISTERED NUMBER:	2756427
BANKERS:	Lloyds Bank plc 14 High Street Cardigan Dyfed
SOLICITORS:	Pritchard Edwards & Co. 10 Quay Street Carmarthen Dyfed
AUDITORS:	Davidson & Company Chartered Accountants Regus House Cardiff Gate Business Park Cardiff CF2 7RU

DERWYDD GARAGE LIMITED
FINANCIAL ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 1999

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The following page does not form part of the Statutory Accounts
Appendix

1. Trading and Profit and Loss Account

DERWYDD GARAGE LIMITED
REPORT OF THE DIRECTORS

FOR THE YEAR ENDED 31ST JANUARY 1999

The directors present their annual report with the accounts of the company for the Year ended 31st January 1999.

PRINCIPAL ACTIVITY

The principal activity of the company in the Year under review was retail motor dealership.

DIRECTORS

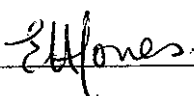
The directors in office in the Year and their beneficial interests in the company's issued ordinary share capital were as follows:

	Ordinary Shares of £1 each	
	<u>1999</u>	<u>1998</u>
Mr.W.H.Jones	25,000	25,000
Mrs.E.H.Jones	25,000	25,000

SMALL COMPANY EXEMPTIONS

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the
board of directors



Mrs.E.H.Jones
Secretary

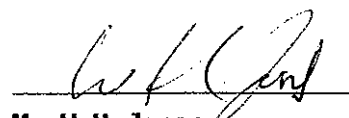
7 April 1999

DERWYDD GARAGE LIMITEDSTATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial accounts 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 accounts the directors are required to

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

The directors are 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 financial 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.



Mr. W.H. Jones
Director
On behalf of the Board

7 April 1999

AUDITORS' REPORT TO THE SHAREHOLDERS OF
DERWYDD GARAGE LIMITED

We have audited the financial accounts on pages 4 to 6 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 2 the company's directors are responsible for the preparation of financial accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts 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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial accounts, 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 accounts 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 accounts.

OPINION

In our opinion the financial accounts give a true and fair view of the state of the company's affairs as at 31st January 1999 and of its profit for the Year then ended and have been properly prepared in accordance with the Companies Act 1985.

Davidson & Company

DAVIDSON & COMPANY
Registered Auditors
Chartered Accountants
Regus House
Cardiff Gate Business Park
Cardiff
CF2 7RU

9 April 1999

DERWYDD GARAGE LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST JANUARY 1999

	<u>Notes</u>	<u>1999</u>	<u>1998</u>
		£	£
TURNOVER	2	2,980,540	3,081,200
Cost of Sales		<u>2,644,093</u>	<u>2,758,613</u>
<u>GROSS PROFIT</u>		336,447	322,587
Net Operating Expenses			
Administrative Expenses		<u>284,960</u>	<u>264,309</u>
<u>OPERATING PROFIT</u>	3	51,487	58,278
Income from Investments	4	<u>515</u>	<u>427</u>
<u>PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST</u>		52,002	58,705
Interest Payable	7	<u>32,502</u>	<u>35,174</u>
<u>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</u>		19,500	23,531
Tax on Ordinary Activities	5	<u>9,340</u>	<u>8,155</u>
<u>PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION</u>		<u>£ 10,160</u>	<u>£ 15,376</u>
<u>STATEMENT OF RETAINED EARNINGS</u>			
Retained Profit Brought Forward		75,825	60,449
Retained Profit for the Year		<u>10,160</u>	<u>15,376</u>
<u>RETAINED PROFIT CARRIED FORWARD</u>		<u>£ 85,985</u>	<u>£ 75,825</u>

None of the company's activities were acquired or discontinued during the above two financial years.

There were no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 6a to 6d form part of these accounts.

DERWYDD GARAGE LIMITED**BALANCE SHEET
AS AT 31ST JANUARY 1999**

	<u>Notes</u>	<u>1999</u>	<u>1998</u>
		£	£
FIXED ASSETS			
Tangible Assets	8	316,626	333,116
CURRENT ASSETS			
Stock and Work in Progress	9	313,295	378,946
Debtors	10	123,205	130,620
Cash at Bank and in Hand		16,888	14,695
		<u>453,388</u>	<u>524,261</u>
CREDITORS : Amounts Falling Due within One Year	11	<u>(416,575)</u>	<u>(506,869)</u>
NET CURRENT ASSETS		<u>36,813</u>	<u>17,392</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>353,439</u>	<u>350,508</u>
CREDITORS : Amounts Falling Due After more than One Year	15	213,892	224,683
PROVISION FOR LIABILITIES AND CHARGES : Deferred Tax		<u>3,562</u>	<u>-</u>
		<u>£ 135,985</u>	<u>£ 125,825</u>
CAPITAL AND RESERVES			
Share Capital	13	50,000	50,000
Profit and Loss Account	14	85,985	75,825
TOTAL SHAREHOLDERS' FUNDS	12	<u>£ 135,985</u>	<u>£ 125,825</u>

These accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies, and the Financial Reporting Standard for Smaller Entities (FRSSE 2.3).

Signed on behalf of the
board of directors



Mr. W.H. Jones
Director

Approved by the board: 7 April 1999

The notes on pages 6a to 6d form part of these accounts.

DERWYDD GARAGE LIMITED**NOTES TO ACCOUNTS**
FOR THE YEAR ENDED 31ST JANUARY 1999**1. ACCOUNTING POLICIES****Basis of Accounting**

The accounts have been prepared under the historical cost convention.

Turnover

Turnover represents the net invoiced sales of goods, excluding VAT.

Tangible Fixed Assets

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

Freehold Buildings	2% on cost
Plant and Equipment	20% on cost

No depreciation is provided on freehold land.

Stocks and Work in Progress

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

Deferred Taxation

Deferred Taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

Cash Flow Statement

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

2. TURNOVER

The Turnover and Profit (1998 - Profit) before taxation for the Year is attributable to the principal activity of the Company which is retail motor dealership.

In the opinion of the Directors, none of the company's turnover is attributable to geographical markets outside the UK. (1998 nil)

3. OPERATING PROFIT

The Operating Profit (1998 - Profit) is stated after charging:

	<u>1999</u> £	<u>1998</u> £
Depreciation of Tangible Fixed Assets	20,502	20,796
Auditors' Remuneration	1,500	1,500

DERWYDD GARAGE LIMITEDNOTES TO ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 1999**4. INCOME FROM INVESTMENTS**

	<u>1999</u> £	<u>1998</u> £
Bank Interest Received	515	427

5. TAXATION

The tax charge on the profit on ordinary activities was as follows:

	<u>1999</u> £	<u>1998</u> £
Corporation Tax	5,778	8,155
Deferred Taxation	3,562	-

Corporation tax has been charged on the profit at 21% (1998 21.5%)

The charge for the year has been increased by expenditure not allowable for taxation.

6. DIRECTORS' REMUNERATION

	<u>1999</u> £	<u>1998</u> £
Directors' Emoluments	22,550	13,378

7. INTEREST PAYABLE

	<u>1999</u> £	<u>1998</u> £
Interest on Hire Purchase and Finance Lease Contracts	2,845	-
Other Interest Payable	29,657	35,174
	<u>32,502</u>	<u>35,174</u>

DERWYDD GARAGE LIMITED**NOTES TO ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 1999****8. TANGIBLE FIXED ASSETS**

	Land & Buildings £	Plant & Machinery etc £	TOTAL £
COST			
At 1st February 1998	354,079	68,646	422,725
Additions in Year	1,724	2,288	4,012
At 31st January 1999	355,803	70,934	426,737
DEPRECIATION			
At 1st February 1998	35,296	54,313	89,609
Charge for the Year	7,116	13,386	20,502
At 31st January 1999	42,412	67,699	110,111
NET BOOK VALUE			
At 31st January 1999	313,391	3,235	316,626
At 31st January 1998	318,783	14,333	333,116

9. STOCKS

	<u>1999</u> £	<u>1998</u> £
Stocks for resale	313,295	378,946

10. DEBTORS

	<u>1999</u> £	<u>1998</u> £
Amounts due within one year:		
Trade Debtors	123,205	130,620
	123,205	130,620

**11. CREDITORS: Amounts falling
Due within One Year**

	<u>1999</u> £	<u>1998</u> £
Bank Overdrafts and Loans - secured	343,384	411,338
Trade Creditors	24,192	45,112
Social Security and Other Taxes	12,555	12,594
Other Creditors	36,444	37,825
	416,575	506,869

DERWYDD GARAGE LIMITED**NOTES TO ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 1999****12. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	<u>1999</u> £	<u>1998</u> £
PROFIT FOR THE FINANCIAL YEAR	10,160	15,376
Net addition to shareholders' funds	10,160	15,376
Opening Shareholders' Funds	125,825	110,449
Closing Shareholders' Funds	<u>135,985</u>	<u>125,825</u>

13. SHARE CAPITAL

	<u>1999</u> £	<u>1998</u> £
Authorised - Ordinary Shares of £1 each	100,000	100,000
Allotted, Issued and Fully Paid	<u>50,000</u>	<u>50,000</u>

14. RESERVES

	<u>Profit & Loss A/c</u> £
At 1st February 1998	75,825
Retained Profit for the Year	10,160
At 31st January 1999	<u>85,985</u>

**15. CREDITORS: Amounts Falling
Due After more than One Year**

	<u>1999</u> £	<u>1998</u> £
Other Creditors	213,892	224,683
	<u>213,892</u>	<u>224,683</u>