

**CHEVRONCIRCLE LIMITED**

**REGISTERED NUMBER : 1658911**

**FINANCIAL STATEMENTS FOR THE  
YEAR ENDED 31ST DECEMBER 1995**

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Fox Evans & Partners  
Chartered Accountants  
Abbey House  
Manor Road  
Coventry

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# CHEVRONCIRCLE LIMITED

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<b>DIRECTORS</b>	I.E. Jones M. Jones
<b>SECRETARY</b>	M.W.M. Gardner
<b>REGISTERED OFFICE</b>	3 Welton Road Wedgenock Industrial Estate Warwick CV34 5PZ
<b>REGISTERED NUMBER</b>	1658911
<b>REGISTERED AUDITORS</b>	Fox Evans & Partners Chartered Accountants Abbey House Manor Road Coventry CV1 2FW
<b>BANKERS</b>	Midland Bank Plc 11 High Street Warwick CV34 4AS

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**CHEVRONCIRCLE LIMITED****DIRECTORS' REPORT FOR THE YEAR ENDED 31ST DECEMBER 1995**

The directors present their annual report together with the financial statements for the year ended 31st December 1995.

**PRINCIPAL ACTIVITIES**

The principal activities of the company are that of building contractors.

**REVIEW OF BUSINESS**

A summary of the results of the year's trading is given on page 5 of the accounts. The directors' consider the state of affairs to be satisfactory.

**DIVIDENDS**

The directors do not recommend a dividend to be paid, which leaves a profit of £10,173 to be transferred to reserves.

**FIXED ASSETS**

The changes in the fixed assets of the company are as shown in note 8 to the accounts.

**DIRECTORS AND THEIR SHAREHOLDINGS**

The directors in office in the year and their beneficial interests in the shares of the company were as follows:

	<u>31st December 1995</u>	<u>31st December 1994</u>
I.E. Jones	1	1
M. Jones	-	-

The directors' interests in the holding company were as follows:

I.E. Jones	416,667	416,667
M. Jones	83,333	83,333

The director retiring by rotation is I.E. Jones who, being eligible, offers himself for re-election.

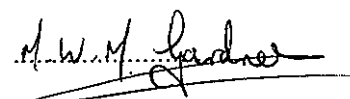
**POST BALANCE SHEET EVENTS**

All events after the balance sheet date which have a material effect on the accounts are shown in note 17 to the accounts.

**AUDITORS**

The auditors, Fox Evans & Partners will be proposed for re-appointment in accordance with S385 of the Companies Act 1985.

Signed on behalf of the  
Board of Directors



M.W.M. Gardner

Secretary

## CHEVRONCIRCLE LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

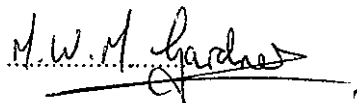
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Company law requires us as directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial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

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

We are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable us to ensure that the financial statements comply with the Companies Act 1985. We 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.

Signed on behalf of the  
Board of Directors



M.W.M. Gardner

Secretary

Approved by the Board: 15th March 1996

**AUDITORS' REPORT**  
**TO THE MEMBERS OF CHEVRONCIRCLE LIMITED**

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We have audited the financial statements on pages 5 to 14 which have been prepared under the historical cost convention and the accounting policies set out on page 9.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

As described on page 3 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 those statements and to report to you.

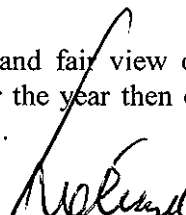
**BASIS OF OPINION**

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 company's affairs as at 31st December 1995, and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**FOX EVANS & PARTNERS**

CHARTERED ACCOUNTANTS  
REGISTERED AUDITORS

Abbey House  
Manor Road  
Coventry  
CV1 2FW

22nd March 1996

## CHEVRONCIRCLE LIMITED

## PROFIT &amp; LOSS ACCOUNT

FOR THE YEAR ENDED 31ST DECEMBER 1995

	Notes	1995 £	1994 £
<b>TURNOVER</b>	2	<b>781,457</b>	<b>339,963</b>
Cost of Sales		<u><b>751,296</b></u>	<u><b>310,628</b></u>
<b>GROSS PROFIT</b>		<b>30,161</b>	<b>29,335</b>
Distribution Costs		<b>579</b>	<b>1,678</b>
Administrative Expenses		<u><b>15,484</b></u>	<u><b>18,550</b></u>
		<u><b>16,063</b></u>	<u><b>20,228</b></u>
<b>OPERATING PROFIT</b>	3	<b>14,098</b>	<b>9,107</b>
Income from Investments	5	-	<b>64,534</b>
Interest Payable	6	<u><b>47</b></u>	<u><b>64,534</b></u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAX</b>		<b>14,051</b>	<b>9,107</b>
Taxation	7	<u><b>3,878</b></u>	<u><b>2,054</b></u>
<b>PROFIT AFTER TAXATION</b>		<u><u><b>10,173</b></u></u>	<u><u><b>7,053</b></u></u>

The only recognised gain for the year is the profit for the year of £10,173 (1994 £7,053). There were no acquisitions and no discontinued operations in the year.

The annexed notes form part of these financial statements.

## CHEVRONCIRCLE LIMITED

## BALANCE SHEET AS AT 31ST DECEMBER 1995

	Notes	1995 £	1994 £
<b>FIXED ASSETS</b>			
Tangible Assets	8	2,350	2,860
<b>CURRENT ASSETS</b>			
Stocks	9	37,218	354,909
Debtors	10	150,023	295,164
Cash at Bank and in Hand	11	100	100
		<u>187,341</u>	<u>650,173</u>
<b>CREDITORS</b>			
Amounts due within one year	12	<u>108,038</u>	<u>581,554</u>
<b>NET CURRENT ASSETS</b>		<u>79,303</u>	<u>68,619</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>81,653</u>	<u>71,479</u>
<b>CAPITAL AND RESERVES</b>			
Share Capital	13	100	100
Profit and Loss Account	14	81,553	71,379
		<u>81,653</u>	<u>71,479</u>

Signed on behalf of the Board of Directors

*I.E. Jones*  
 .....  
 I.E. Jones

Director

Approved by the Board: 15th March 1996

*M. Jones*  
 .....  
 M. Jones

Director

The annexed notes form part of these financial statements.

## CHEVRONCIRCLE LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 1995

	1995	1994
	£	£
<b>NET CASH INFLOW FROM OPERATING ACTIVITIES</b>	<b>482,467</b>	<b>579,876</b>
<b>RETURNS ON INVESTMENTS AND SERVICING OF FINANCE</b>		
Interest Received	-	64,534
Interest Paid - On Bank Loans Overdrafts	(47)	(64,534)
<b>NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE</b>	<b>(47)</b>	<b>-</b>
<b>TAX PAID</b>	<b>(2,709)</b>	<b>(8,887)</b>
<b>INVESTING ACTIVITIES</b>		
Payments to acquire tangible fixed assets	-	(500)
Receipts from sales of tangible fixed assets	-	-
<b>NET CASH OUTFLOW FROM INVESTING ACTIVITIES</b>	<b>-</b>	<b>(500)</b>
<b>NET CASH INFLOW (OUTFLOW) BEFORE FINANCING</b>	<b>479,711</b>	<b>570,489</b>
<b>FINANCING</b>		
Repayments of Loans	-	(1,000,000)
<b>NET CASH INFLOW (OUTFLOW) FROM FINANCING</b>	<b>-</b>	<b>(1,000,000)</b>
<b>INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>479,711</b>	<b>(429,511)</b>



## CHEVRONCIRCLE LIMITED

NOTES TO CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31ST DECEMBER 1995

**1. RECONCILIATION OF OPERATING PROFIT (LOSS) TO NET CASH INFLOW (OUTFLOW) FROM OPERATING ACTIVITIES**

	1995 £	1994 £
Operating Profit (Loss)	14,098	9,107
Depreciation	510	510
Decrease (Increase) in Stocks	317,691	(6,669)
Decrease (Increase) in Debtors	145,141	591,922
Increase (Decrease) in Creditors	5,027	(14,994)
<b>NET CASH INFLOW FROM OPERATING ACTIVITIES</b>	<u><u>482,467</u></u>	<u><u>579,876</u></u>

**2. ANALYSIS OF CHANGES IN CASH AND CASH EQUIVALENTS**

	1995 £	1994 £	Change in Year £
Cash at Bank and in Hand	100	100	-
Bank Overdrafts	79,804	559,516	479,712
	<u><u>79,704</u></u>	<u><u>559,416</u></u>	<u><u>479,712</u></u>

## CHEVRONCIRCLE LIMITED

NOTES TO ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 1995

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**1. ACCOUNTING POLICIES****a. Basis of Accounting**

The financial statements have been prepared under the historical cost convention.

**b. Turnover**

The turnover represents the amount derived from the provision of goods and services which fall within the company's ordinary activities exclusive of value added tax.

**c. Depreciation**

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost over their anticipated useful life in equal annual instalments at the following rates :

Motor Vehicles	20%
Other Assets	10%

**d. Stocks**

Stocks and work-in-progress are valued on a first-in, first-out basis at the lower of cost or net realisable value. In respect of finished goods and work-in-progress, cost includes direct materials and labour with addition of appropriate overheads. Net realisable value is based on an estimated selling price less further costs expected to be incurred to completion and disposal.

**e. Deferred Taxation**

Provision is made at appropriate rates for taxation deferred in respect of all material timing differences only to the extent that, in the opinion of the directors, there is reasonable probability that a liability or asset will crystallize in the foreseeable future.

**f. Leased Assets**

Rentals paid under operating leases are charged to the profit and loss account in the period in which they are incurred. Assets held under finance leases are capitalised and depreciated over their expected useful life. The finance charges are allocated over the primary period of the lease in proportion to the capital element outstanding.

## CHEVRONCIRCLE LIMITED

## NOTES TO ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 1995

**2. TURNOVER**

All the company's turnover was derived from its principal activity and the analysis was as follows:

	1995 £	1994 £
United Kingdom	<u>445,018</u>	<u>339,964</u>

**3. OPERATING PROFIT**

	1995 £	1994 £
This is stated after charging:		
Audit Fee	1,000	975
Depreciation of Tangible Fixed Assets	510	510
Hire of Plant and Machinery	<u>2,659</u>	<u>1,654</u>

The remuneration paid to Directors was	<u>Nil</u>	<u>Nil</u>
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**DIRECTORS TRANSACTIONS**

During the year the company carried out work for Mr & Mrs I.E. Jones to a value of £111,683 (1994 £1,415).

## CHEVRONCIRCLE LIMITED

## NOTES TO ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 1995

## 4. STAFF COSTS

	1995 £	1994 £
Wages and Salaries	17,236	16,432
Social Security Costs	1,746	1,682
	<u>18,982</u>	<u>18,114</u>

	1995 Number	1994 Number
The average weekly number of employees during the year was as follows	<u>3</u>	<u>3</u>

## 5. INCOME FROM INVESTMENTS

	1995 £	1994 £
Interest Receivable	<u>-</u>	<u>64,534</u>

## 6. INTEREST PAYABLE

	1995 £	1994 £
On sums wholly repayable within five years		
Bank Loan Interest	-	64,534
Interest on Overdue Taxation	<u>47</u>	<u>-</u>
	<u>47</u>	<u>64,534</u>

## 7. TAXATION

	1995 £	1994 £
Tax on profit on ordinary activities at 25%, (1994 25%).		
Corporation Tax	<u>3,878</u>	<u>2,054</u>

## NOTES TO ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 1995

## 8. TANGIBLE FIXED ASSETS

	Motor Vehicles	Plant & Equipment	Fixtures & Fittings	Total
	£	£	£	£
<b>COST OR VALUATION</b>				
At 1st January 1995	500	4,100	-	4,600
Additions	-	-	-	-
At 31st December 1995	500	4,100	-	4,600
<b>DEPRECIATION</b>				
At 1st January 1995	100	1,640	-	1,740
Charge for the Year	100	410	-	510
At 31st December 1995	200	2,050	-	2,250
<b>NET BOOK VALUE</b>				
At 31st December 1995	300	2,050	-	2,350
At 31st December 1994	400	2,460	-	2,860

## 9. STOCKS

	1995 £	1994 £
Work in Progress	35,218	16,470
Tools	2,000	2,000
Development Land & Buildings	-	336,439
	<u>37,218</u>	<u>354,909</u>

## 10. DEBTORS

	1995 £	1994 £
Amounts due within one year:-		
Trade Debtors	1,960	520
Amounts Owed by Group Companies	148,063	294,644
	<u>150,023</u>	<u>295,164</u>

## CHEVRONCIRCLE LIMITED

## NOTES TO ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 1995

11. CASH AT BANK AND IN HAND	1995 £	1994 £
Cash	<u>100</u>	<u>100</u>
12. CREDITORS	1995 £	1994 £
Amounts due within one year:-		
Bank Overdraft	79,804	559,516
Trade Creditors	18,085	13,396
Corporation Tax	3,548	2,379
Other Tax and Social Security	1,034	852
Accruals	<u>5,567</u>	<u>5,411</u>
	<u>108,038</u>	<u>581,554</u>

The bank borrowings are secured by a floating charge over the assets of the company, together with an interlocking guarantee of group companies.

13. SHARE CAPITAL	1995 £	1994 £
Authorised Ordinary Shares of £1 each	<u>100</u>	<u>100</u>
Allotted, Called Up and Fully Paid Ordinary Shares of £1 each	<u>100</u>	<u>100</u>

## 14. PROFIT AND LOSS ACCOUNT

	£	£
At 1st January 1995	71,380	64,326
Retained Profit for the Year	<u>10,173</u>	<u>7,053</u>
	<u>81,553</u>	<u>71,379</u>

**CHEVRONCIRCLE LIMITED****NOTES TO ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 1995**

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**15. COMMITMENTS**

There were no capital commitments at the balance sheet date.

**16. CONTINGENT LIABILITIES**

The company has jointly guaranteed the bank overdraft of the group to a total of £ 2,764,305 (1994 £ 2,531,329) at 31st December 1995.

**17. POST BALANCE SHEET EVENTS**

There have been no events since the balance sheet date which will have a material effect on the financial statements of the company to that date.

**18. ULTIMATE HOLDING COMPANY**

The ultimate holding company is regarded as Coventry Turned Parts Limited a company incorporated in England.