

REGISTERED NUMBER:570708
ENGLAND AND WALES

P. J. CARS & PLANT LIMITED

DIRECTORS

Paul Edwin Jermy

Sheila Jermy

Timothy David Buttling

SECRETARY

Sheila Jermy

REGISTERED OFFICE

165 New London Road
Chelmsford
Essex
CM2 0AD

AUDITORS

Messrs. Mayor, Cuttle & Co.
165 New London Road
Chelmsford
Essex
CM2 0AD



ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30th SEPTEMBER1996

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Financial Statements, comprising:

4 Profit and Loss Account

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Appendix A Detailed Profit & Loss Account

P. J. CARS & PLANT LIMITED**REPORT OF THE DIRECTORS**

The Directors present their Annual Report with the audited Financial Statements of the Company for the year ended 30th September 1996.

PRINCIPAL ACTIVITY

The principal activity of the Company in the year under review was that of letting property and purchase and sale of plant and machinery.

DIRECTORS

The Directors in office in the year and their beneficial interests in the Company's Issued Ordinary Share Capital were as follows:

	<u>Ordinary £1 Shares</u> <u>30th September 1996</u>	<u>Ordinary £1 Shares</u> <u>30th September 1995</u>
Paul Edwin Jermy	898	899
Sheila Jermy	1	1
Timothy David Buttlng (appointed 1/3/96)	1	0

DIRECTORS' RESPONSIBILITIES

Company law requires the 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 then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the Financial Statements 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 Statements 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.

P. J. CARS & PLANT LIMITED

REPORT OF THE DIRECTORS

(continued)

AUDITORS

The Auditors, Messrs. Mayor, Cuttle & Co. will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

In preparing the above Report, the Directors have taken advantage of special exemptions applicable to small companies provided by Part II of Schedule 8 to the Companies Act 1985.

Signed on behalf of the
Board of Directors

.....
Secretary

Approved by the Board

Dated: 5/7/97.

AUDITORS' REPORT TO THE SHAREHOLDERS OF

P. J. CARS & PLANT LIMITED

We have audited the Financial Statements on Pages 4 to 8, which have been prepared in accordance with the Accounting Policies set out on Page 6.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND AUDITORS

As described in Page 1, the Company's Directors are responsible for the preparation of the Financial Statements. It is our responsibility to form an independent opinion, based on our audit, on those Financial Statements and to report our opinion to you.

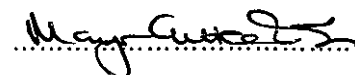
BASIS OF OPINION

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 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 mis-statement, 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 30th September 1996 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985, applicable to small Companies.



Mayor, Cuttle & Co.
Chartered Accountants and Registered Auditors
165 New London Road
Chelmsford
Essex CM2 0AD

Dated: 21/1/97

P. J. CARS & PLANT LIMITED**PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 30th SEPTEMBER 1996**

	Notes	<u>1996</u> <u>£</u>	<u>1995</u> <u>£</u>
TURNOVER	2	161,238	218,723
Cost of Sales		114,787	156,377
GROSS PROFIT		<u>46,451</u>	<u>62,346</u>
Administrative Costs		217,323	177,930
Other Operating Income		172,477	119,837
OPERATING PROFIT	3	<u>1,605</u>	<u>4,253</u>
Other Interest Receivable and Similar Income		1,821	4,005
PROFIT on ordinary activities before Taxation		<u>3,426</u>	<u>8,258</u>
TAXATION		0	0
RETAINED PROFIT for the financial year after Taxation		<u>3,426</u>	<u>8,258</u>
RETAINED PROFIT at beginning of the year		558,799	550,541
RETAINED PROFIT at end of the year		<u><u>562,225</u></u>	<u><u>558,799</u></u>

TOTAL RECOGNISED GAINS AND LOSSES

The Company has no recognised gains or losses other than the Profit or Loss for the above two Financial years.

CONTINUING ACTIVITIES

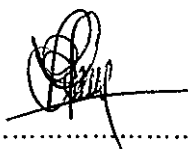
None of the Company's activities were acquired or discontinued during the above two years.

P. J. CARS & PLANT LIMITEDBALANCE SHEET AS AT 30th SEPTEMBER 1996

	Notes	<u>1996</u> £	<u>1995</u> £
FIXED ASSETS			
Tangible Assets	4	536,578	494,630
Investments	5	25,000	20,000
		<u>561,578</u>	<u>514,630</u>
CURRENT ASSETS			
Stocks		54,735	27,012
Debtors	6	8,520	10,729
Cash at Bank and in Hand		11,422	61,249
		<u>74,677</u>	<u>98,990</u>
CREDITORS: amounts falling due within one year	7	60,039	53,821
NET CURRENT ASSETS		<u>14,638</u>	<u>45,169</u>
CREDITORS: amounts falling due after one year	8	12,991	0
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>563,225</u>	<u>559,799</u>
CAPITAL AND RESERVES			
Called Up Share Capital	9	900	900
Capital Redemption Reserve		100	100
Profit and Loss Account		562,225	558,799
SHAREHOLDERS' FUNDS	10	<u>563,225</u>	<u>559,799</u>

The Directors have taken advantage of special exemptions conferred by Part I of Schedule 8 to the Companies Act 1985 applicable to small companies in the preparation of the Financial Statements and have done so on the grounds that, in their opinion, the Company qualifies as a small company

Signed on behalf of
the Board of Directors



Director - Approved by the Board

Dated: 5/7/97

P. J. CARS & PLANT LIMITED**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 30th SEPTEMBER 1996****1. ACCOUNTING POLICIES****BASIS OF ACCOUNTING**

The Financial Statements have been prepared under the historical cost convention.

TURNOVER

Turnover represents 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:

Plant and Machinery	-	25% reducing balance
Motor Vehicles	-	25% reducing balance
Fixtures and Fittings		25% reducing balance

No depreciation is provided on Freehold Property as it is the policy of the Company to adequately maintain its properties in good condition so as to prolong their useful life. Any depreciation charge based on the extended useful life of the properties would not be material.

STOCKS

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

DEFERRED TAXATION

No provision is made for deferred taxation as, in the opinion of the Directors, there is reasonable probability that any liability will not arise in the foreseeable future.

LEASES

Assets held under finance leases and hire purchase contracts are capitalised and depreciated over their useful lives. The corresponding lease or hire purchase obligation is treated in the balance sheet as a liability. The interest element of rental obligations is charged to the profit and loss account over the period of the lease at a constant proportion of the outstanding balance of capital repayments.

2. TURNOVER

None of the turnover was attributable to geographical markets outside the UK.

P. J. CARS & PLANT LIMITEDNOTES TO THE FINANCIAL STATEMENTSFOR THE YEAR ENDED 30th SEPTEMBER 1996**3. OPERATING PROFIT**

The operating profit is stated after charging:

	<u>1996</u>	<u>1995</u>
	<u>£</u>	<u>£</u>
Depreciation of Tangible Fixed Assets	23,966	28,792
Auditors' Remuneration	1,700	1,650
Directors Remuneration	<u>59,750</u>	<u>43,200</u>

4. TANGIBLE FIXED ASSETS

	<u>Freehold</u>	<u>Plant and</u>	
	<u>Property</u>	<u>Equipment</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>£</u>
<u>Cost</u>			
At beginning of year	416,285	280,307	696,592
Additions	13,180	77,455	90,635
Disposals	0	(64,920)	(64,920)
At end of year	<u>429,465</u>	<u>292,842</u>	<u>722,307</u>

Depreciation

At beginning of year	0	201,962	201,962
Charge for the year	0	23,966	23,966
Eliminated on Disposals	0	(40,199)	(40,199)
At end of year	<u>0</u>	<u>185,729</u>	<u>185,729</u>

Net Book Values

At end of year	<u>429,465</u>	<u>107,113</u>	<u>536,578</u>
At beginning of year	<u>416,285</u>	<u>78,345</u>	<u>494,630</u>

No depreciation is provided on Freehold Property as it is the policy of the Company to adequately maintain its properties in good condition so as to prolong their useful life. Any depreciation charge based on the extended useful life of the properties would not be material.

The net book value of plant and machinery includes £49,965 (1995 - £nil) in respect of assets held under finance leases. The amount of depreciation in respect of such assets amounted to £7,138 for the year (1995 - £nil).

5. INVESTMENTS

	<u>1996</u>	<u>1995</u>
	<u>£</u>	<u>£</u>
Cost at 30th September 1995	20,000	0
Additions	<u>5,000</u>	<u>20,000</u>
Cost at 30th September 1996	<u>25,000</u>	<u>20,000</u>

6. DEBTORS

	<u>1996</u>	<u>1995</u>
	<u>£</u>	<u>£</u>
Trade Debtors	7,220	9,480
Other Debtors	<u>1,300</u>	<u>1,249</u>
	<u>8,520</u>	<u>10,729</u>

P. J. CARS & PLANT LIMITEDNOTES TO THE FINANCIAL STATEMENTSFOR THE YEAR ENDED 30th SEPTEMBER 1996

7. <u>CREDITORS</u> : Amounts falling due within one year	<u>1996</u> £	<u>1995</u> £
Trade Creditors	0	2,268
Other Creditors	60,039	51,553
	<u>60,039</u>	<u>53,821</u>

Included in other creditors are hire purchase contracts amounting to £10,188 (1995 - £nil).

8. <u>CREDITORS</u> : Amounts falling due after one year	<u>1996</u> £	<u>1995</u> £
Hire Purchase contracts due (2 - 5 years)	<u>12,991</u>	<u>0</u>

9. CALLED UP SHARE CAPITAL

	<u>1996</u> <u>No.</u>	£	<u>1995</u> <u>No.</u>	£
Authorised Ordinary Shares of £1 each	900	900	900	900
Allotted, Called Up and Fully Paid Ordinary Shares of £1 each	900	900	900	900

10. SHAREHOLDERS' FUNDS

Reconciliation of movements in Shareholders' Funds:	<u>1996</u> £	<u>1995</u> £
Profit for the financial year after taxation	3,426	8,258
Shareholders' Funds at beginning of year	559,799	551,541
Shareholders' Funds at end of year	<u>563,225</u>	<u>559,799</u>