REGISTERED NUMBER 01022321 (England and Wales)

REPORT OF THE DIRECTORS AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2007

FOR

K J SHORTIS LIMITED

TUESDAY

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for the year ended 31 January 2007

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K J SHORTIS LIMITED

COMPANY INFORMATION
for the year ended 31 January 2007

DIRECTORS	Mr K J Shortis Mrs V C Shortis Mr R J Shortis
SECRETARY	Mr S P Allman
REGISTERED OFFICE	Salhouse Road Norwich Norfolk NR7 9AH
REGISTERED NUMBER	01022321 (England and Wales)
AUDITORS	Sexty & Co Chartered Certified Accountants 124 Thorpe Road Norwich Norfolk NR1 1RS
BANKERS	Lloyds TSB Bank plc 16 Gentleman's Walk Norwich Norfolk NR2 1LZ
SOLICITORS	Howes Percival 51 Colegate Norwich Norfolk NR3 1DD

REPORT OF THE DIRECTORS
for the year ended 31 January 2007

The directors present their report with the financial statements of the company and the group for the year ended 31 January 2007

PRINCIPAL ACTIVITY
The principal activity of the group in the year under review was that of the supply and fitting of motor spares and accessories

REVIEW OF BUSINESS
The results for the year and financial position of the company and the group are as shown in the annexed financial statements

I am pleased to report that all Group Companies are trading profitably It is pleasing that Motosave Limited has returned to profit after heavy losses the previous year due to re-organisation, refurbishment of the stores and major I T upgrade

It was not an easy year There was a reluctance to spend on non-essential items and little "feel good factor" about In the summer, we lost the EU depot at Colchester due to a fire in the adjoining property but by hard work of many, we were trading in a new depot within 9 weeks

We are very satisfied with our pre tax profit figure of £2 76m This compares favourably with the previous years figure of £2 72m which included exceptional property profits of £950,000

The wisdom of purchasing as many of our sites as possible has paid off and we now have an extensive and valuable property portfolio without external finance

The current year is still difficult Motosave continues to improve, Fastfit is trading strongly, EU and Linco have fierce competition and Wilco has had to relocate 2 stores due to excessive rent demands

We would as a group expect, subject to no unforeseen circumstances, to maintain similar levels of profitability

DIVIDENDS
An interim dividend of 20p per share was paid on 3 October 2006 A final dividend of 27 5p has been proposed to the board and noted as a post balance sheet event Mr K J Shortis has waived his right to the interim dividend

EVENTS SINCE THE END OF THE YEAR
Information relating to events since the end of the year is given in the notes to the financial statements

DIRECTORS
The directors shown below have held office during the whole of the period from 1 February 2006 to the date of this report

Mr K J Shortis
Mrs V C Shortis
Mr R J Shortis

In accordance with the Articles of Association, Mr K J Shortis will retire at the forthcoming Annual General Meeting, and being eligible, will stand for re-election

REPORT OF THE DIRECTORS
for the year ended 31 January 2007

EMPLOYEES
Provision of information

During the period the Group has continued its policy of managers holding regular briefing and dissemination meetings, to provide information and the opportunity for questions and discussions

Equal opportunities

The companies in the Group are committed to providing equal opportunities to all employees irrespective of sex, marital status, creed, colour, race, ethnic origin or disability The Group will continue to review and monitor this policy in order to ensure its application complies with relevant legislation and codes of practice

MARKET VALUE OF LAND AND BUILDINGS
The group's land and buildings were revalued by the directors on the 31 January 1997 The directors are of the opinion that as at 31 January 2007 group owned land and buildings had a total value of not less than £9 million

STATEMENT OF DIRECTORS' RESPONSIBILITIES
The directors are responsible for preparing the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) The financial statements are required by law to give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period In preparing these financial statements, the directors are required to

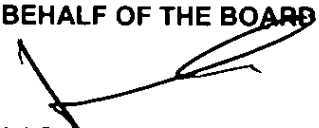
- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- prepare 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 the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS
So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the group's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the group's auditors are aware of that information

AUDITORS
The auditors, Sexty & Co, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985

ON BEHALF OF THE BOARD



Mr K J Shortis - Director

28 August 2007

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF K J SHORTIS LIMITED

We have audited the financial statements of K J Shortis Limited for the year ended 31 January 2007 on pages five to twenty two These financial statements have been prepared under the accounting policies set out therein

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985 Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' 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 members as a body, for our audit work, for this report, or for the opinions we have formed

Respective responsibilities of directors and auditors
The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out on page three

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland)

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985 We also report to you whether in our opinion the information given in the Report of the Directors is consistent with the financial statements

In addition, we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed

We read the Report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it

Basis of audit opinion
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of affairs of the company and the group as at 31 January 2007 and of the profit of the group for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Report of the Directors is consistent with the financial statements

Sexty & Co

Sexty & Co
Chartered Certified Accountants
124 Thorpe Road
Norwich
Norfolk
NR1 1RS

28 August 2007

K J SHORTIS LIMITED

CONSOLIDATED PROFIT AND LOSS ACCOUNT
for the year ended 31 January 2007

	Notes	2007 £	2006 £
TURNOVER		36,184,032	34,879,518
Cost of sales		18,607,787	18,517,706
GROSS PROFIT		17,576,245	16,361,812
Administrative expenses		14,965,465	13,741,475
OPERATING PROFIT	3	2,610,780	2,620,337
Interest receivable and similar income		149,024	105,773
		2,759,804	2,726,110
Interest payable and similar charges	4	-	3,350
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		2,759,804	2,722,760
Tax on profit on ordinary activities	5	857,955	634,755
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		1,901,849	2,088,005

CONTINUING OPERATIONS
None of the group's activities were acquired or discontinued during the current year or previous year

TOTAL RECOGNISED GAINS AND LOSSES
The group has no recognised gains or losses other than the profits for the current year or previous year

NOTE OF HISTORICAL COST PROFITS AND LOSSES
for the year ended 31 January 2007

	2007 £	2006 £
REPORTED PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2,759,804	2,722,760
Realisation of revaluation gain	-	(22,415)
HISTORICAL COST PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2,759,804	2,700,345
HISTORICAL COST PROFIT FOR THE YEAR RETAINED AFTER TAXATION AND DIVIDENDS	1,824,633	2,056,236

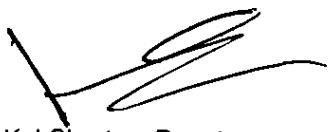
The notes form part of these financial statements

K J SHORTIS LIMITED

CONSOLIDATED BALANCE SHEET
31 January 2007

	Notes	2007 £	2007 £	2006 £	2006 £
FIXED ASSETS					
Intangible assets	8		1,295,591		1,357,878
Tangible assets	9		9,607,576		8,505,966
Investments	10		-		-
			10,903,167		9,863,844
CURRENT ASSETS					
Stocks	11	5,855,106		5,650,762	
Debtors	12	1,998,737		1,904,032	
Cash at bank and in hand		2,966,786		1,785,160	
		10,820,629		9,339,954	
CREDITORS					
Amounts falling due within one year	13	5,584,767		4,878,402	
NET CURRENT ASSETS			5,235,862		4,461,552
TOTAL ASSETS LESS CURRENT LIABILITIES			16,139,029		14,325,396
PROVISIONS FOR LIABILITIES	15		10,000		21,000
NET ASSETS			16,129,029		14,304,396
CAPITAL AND RESERVES					
Called up share capital	16		246,770		246,770
Revaluation reserve	17		475,533		475,533
Profit and loss account	17		15,406,726		13,582,093
SHAREHOLDERS' FUNDS	21		16,129,029		14,304,396

The financial statements were approved by the Board of Directors on 28 August 2007 and were signed on its behalf by



Mr K J Shortis - Director

The notes form part of these financial statements

K J SHORTIS LIMITED

COMPANY BALANCE SHEET
31 January 2007

	Notes	2007 £	2007 £	2006 £	2006 £
FIXED ASSETS					
Intangible assets	8		1		1
Tangible assets	9		7,601,769		6,541,360
Investments	10		256,559		256,559
			7,858,329		6,797,920
CURRENT ASSETS					
Debtors	12	898,646		395,916	
Cash at bank		3,503,418		2,263,614	
		4,402,064		2,659,530	
CREDITORS					
Amounts falling due within one year	13	2,358,925		3,087,619	
NET CURRENT ASSETS/(LIABILITIES)			2,043,139		(428,089)
TOTAL ASSETS LESS CURRENT LIABILITIES			9,901,468		6,369,831
CAPITAL AND RESERVES					
Called up share capital	16		246,770		246,770
Revaluation reserve	17		344,687		344,687
Profit and loss account	17		9,310,011		5,778,374
SHAREHOLDERS' FUNDS	21		9,901,468		6,369,831

The financial statements were approved by the Board of Directors on 28 August 2007 and were signed on its behalf by

Mr K J Shortis - Director

The notes form part of these financial statements

K J SHORTIS LIMITED

CASH FLOW STATEMENT
for the year ended 31 January 2007

	Notes	2007 £	2006 £
Net cash inflow from operating activities	1	3,341,084	1,570,774
Returns on investments and servicing of finance	2	149,024	102,423
Taxation		(621,367)	(776,144)
Capital expenditure	2	(1,609,899)	(807,548)
Acquisitions and disposals	2	-	(170,174)
Equity dividends paid		(77,216)	(21,046)
Increase/(Decrease) in cash in the period		1,181,626	(101,715)

	Notes		
Reconciliation of net cash flow to movement in net funds	3		
Increase/(Decrease) in cash in the period		1,181,626	(101,715)
Change in net funds resulting from cash flows		1,181,626	(101,715)
Movement in net funds in the period		1,181,626	(101,715)
Net funds at 1 February		1,785,160	1,886,875
Net funds at 31 January		2,966,786	1,785,160

The notes form part of these financial statements

NOTES TO THE CASH FLOW STATEMENT
for the year ended 31 January 2007

1 RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2007 £	2006 £
Operating profit	2,610,780	2,620,337
Depreciation charges	604,007	756,724
Profit on disposal of fixed assets	(33,431)	(1,002,442)
Increase in stocks	(204,344)	(522,908)
Increase in debtors	(94,705)	(142,451)
Increase/(Decrease) in creditors	458,777	(138,486)
Net cash inflow from operating activities	3,341,084	1,570,774

2 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2007 £	2006 £
Returns on investments and servicing of finance		
Interest received	149,024	105,773
Interest paid	-	(3,350)
Net cash inflow for returns on investments and servicing of finance	149,024	102,423
Capital expenditure		
Purchase of tangible fixed assets	(1,661,070)	(2,070,481)
Sale of tangible fixed assets	51,171	1,262,933
Net cash outflow for capital expenditure	(1,609,899)	(807,548)
Acquisitions and disposals		
Purchase of subsidiary undertaking		
Deferred payment	-	(170,174)
Net cash outflow for acquisitions and disposals	-	(170,174)

3 ANALYSIS OF CHANGES IN NET FUNDS

	At 1 2 06 £	Cash flow £	At 31 1 07 £
Net cash			
Cash at bank and in hand	1,785,160	1,181,626	2,966,786
	1,785,160	1,181,626	2,966,786
Total	1,785,160	1,181,626	2,966,786

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 January 2007

1 ACCOUNTING POLICIES

Accounting convention
The financial statements have been prepared under the historical cost convention as modified to include the revaluation of certain investment and freehold property

As permitted by section 203 (3) of the Companies Act 1985, the profit and loss account of the parent company has not been separately presented in the financial statements

Basis of consolidation
The group financial statements consolidate the financial statements of the company and all subsidiaries for the financial period using acquisition accounting

Turnover
Turnover represents net invoiced sales of goods, excluding value added tax

Goodwill
J Smart & Co (Retail) Limited and Car Care, subsidiary companies which have had their trade and assets consolidated into the group, continue to be written off over the estimated useful life of 10 years

The accounting policy in connection with the goodwill for Motosave Limited and Linco Plc have been revised and the estimated useful economic life is now indefinite, therefore, no goodwill amortisation will be charged The revised policy takes into account the current and future trading performance and carrying value of the subsidiaries An annual impairment review is carried out each year to ensure no diminution in value

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% straight line basis
Leasehold property	Over the term of the lease
Fixtures, fittings, office equipment, plant and machinery	10-33 3% straight line basis
Motor vehicles	25% straight line basis

Premiums paid on short term leases are written off on acquisition

Stocks
Stocks are stated at the lower of cost and net realisable value using the average cost method, after making due allowances for obsolete and slow moving items

Cost comprises the average cost of all purchases included in stock

Deferred tax
Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date Provision is made at current rates for tax deferred in respect of all material timing differences Deferred assets are only recognised to the extent that they are considered recoverable The company has not adopted a policy of discounting deferred tax assets and liabilities

Pensions
The parent company operates a money purchase scheme for directors The assets of the scheme are invested and managed independently of the finances of the group Contributions payable for the year are charged in the profit and loss account

The group operates a money purchase pension scheme for other employees Contributions payable for the year are charged in the profit and loss account

continued

1 ACCOUNTING POLICIES - continued

Investment Properties
In accordance with the accounting standard in respect of the revaluation of properties, investment property has been retained at the book valuations as at 31 January 2007 As these properties are held for investment purposes, not consumption, depreciation is not considered relevant

2 STAFF COSTS

	2007	2006
	£	£
Wages and salaries	9,116,883	8,767,331
Social security costs	779,424	748,829
Other pension costs	98,978	93,774
	9,995,285	9,609,934

The average monthly number of employees during the year was as follows

	2007	2006
Sales and administration	628	634

3 OPERATING PROFIT

The operating profit is stated after charging/(crediting)

	2007	2006
	£	£
Depreciation - owned assets	541,720	530,612
Profit on disposal of fixed assets	(33,431)	(1,002,442)
Goodwill amortisation	62,287	226,112
Auditors' remuneration	38,296	30,237
Operating leases - land and buildings	705,856	769,587
Directors' emoluments	138,216	113,350

Included in the profit on disposal of fixed assets in 2006, is an exceptional profit of £956,857 on the sale of a property

4 INTEREST PAYABLE AND SIMILAR CHARGES

	2007	2006
	£	£
Loan note interest	-	3,279
Interest on overdue tax	-	71
	-	3,350

continued

5 TAXATION

Analysis of the tax charge
The tax charge on the profit on ordinary activities for the year was as follows

	2007 £	2006 £
Current tax		
UK corporation tax	885,000	637,000
Over provision in previous year	(16,045)	(2,245)
Total current tax	868,955	634,755
Deferred tax	(11,000)	-
Tax on profit on ordinary activities	857,955	634,755

UK corporation tax has been charged at 30% (2006 - 30%)

Factors affecting the tax charge
The tax assessed for the year is higher than the standard rate of corporation tax in the UK The difference is explained below

	2007 £	2006 £
Profit on ordinary activities before tax	2,759,804	2,722,760
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 30% (2006 - 30%)	827,941	816,828
Effects of		
Profit on disposal of assets	(9,985)	(13,676)
Depreciation in the period in excess of capital allowances	67,534	24,256
Provision rounding	(2,482)	8,029
Expenses not deductible for tax purposes	6,799	58,108
Marginal relief	(5,441)	-
Rollover relief on profit on disposal of property	-	(258,790)
Utilisation of tax losses	(15,411)	-
Current tax charge	868,955	634,755

6 PROFIT OF PARENT COMPANY

As permitted by Section 230 of the Companies Act 1985, the profit and loss account of the parent company is not presented as part of these financial statements The parent company's profit for the financial year was £3,608,853 (2006 - £1,498,163)

7 DIVIDENDS

	2007 £	2006 £
Ordinary shares of £1 each		
Final	67,862	-
Interim	9,354	9,354
	77,216	9,354

continued

8 INTANGIBLE FIXED ASSETS

Group

	Goodwill £
COST	
At 1 February 2006 and 31 January 2007	2,367,967
AMORTISATION	
At 1 February 2006	1,010,089
Amortisation for year	62,287
At 31 January 2007	1,072,376
NET BOOK VALUE	
At 31 January 2007	1,295,591
At 31 January 2006	1,357,878

Company

	Goodwill £
COST	
At 1 February 2006 and 31 January 2007	1
NET BOOK VALUE	
At 31 January 2007	1
At 31 January 2006	1

9 TANGIBLE FIXED ASSETS

Group

	Freehold property £	Short leasehold £	Long leasehold £
COST OR VALUATION			
At 1 February 2006	7,447,173	170,456	67,100
Additions	1,333,247	-	-
Disposals	-	(1,124)	-
At 31 January 2007	8,780,420	169,332	67,100
DEPRECIATION			
At 1 February 2006	275,898	66,240	2,684
Charge for year	81,728	19,300	671
At 31 January 2007	357,626	85,540	3,355
NET BOOK VALUE			
At 31 January 2007	8,422,794	83,792	63,745
At 31 January 2006	7,171,275	104,216	64,416

continued

9 **TANGIBLE FIXED ASSETS - continued**

Group

	Investment properties £	Fixtures,fittings, plant and machinery £	Motor vehicles £	Totals £
COST OR VALUATION				
At 1 February 2006	130,000	1,740,643	1,110,011	10,665,383
Additions	-	37,957	289,866	1,661,070
Disposals	-	(498,239)	(194,788)	(694,151)
At 31 January 2007	130,000	1,280,361	1,205,089	11,632,302
DEPRECIATION				
At 1 February 2006	-	1,230,796	583,799	2,159,417
Charge for year	-	136,685	303,336	541,720
Eliminated on disposal	-	(498,124)	(178,287)	(676,411)
At 31 January 2007	-	869,357	708,848	2,024,726
NET BOOK VALUE				
At 31 January 2007	130,000	411,004	496,241	9,607,576
At 31 January 2006	130,000	509,847	526,212	8,505,966

Included in freehold property is freehold land of £4,672,973 (2006 - £4,006,349) which is not depreciated

Cost or valuation at 31 January 2007 is represented by

	Freehold property £	Short leasehold £	Long leasehold £
Valuation in 1996	89,504	-	-
Valuation in 1997	282,261	-	-
Cost	8,408,655	169,332	67,100
	8,780,420	169,332	67,100

	Investment properties £	Fixtures,fittings, plant and machinery £	Motor vehicles £	Totals £
Valuation in 1996	79,769	-	-	169,273
Valuation in 1997	23,999	-	-	306,260
Cost	26,232	1,280,361	1,205,089	11,156,769
	130,000	1,280,361	1,205,089	11,632,302

The freehold properties and investment properties were revalued by the directors on 31 January 1996 and 1997 The cost of these properties amounted to £8,434,887 (2006 - £7,101,640)

continued

9 **TANGIBLE FIXED ASSETS - continued**

Company

	Freehold property £	Long leasehold £	Investment properties £
COST OR VALUATION			
At 1 February 2006	6,580,265	67,100	130,000
Additions	1,130,223	-	-
At 31 January 2007	7,710,488	67,100	130,000
DEPRECIATION			
At 1 February 2006	234,744	2,684	-
Charge for year	68,465	671	-
At 31 January 2007	303,209	3,355	-
NET BOOK VALUE			
At 31 January 2007	7,407,279	63,745	130,000
At 31 January 2006	6,345,521	64,416	130,000

	Office equipment £	Fixtures,fittings, plant and machinery £	Motor vehicles £	Totals £
COST OR VALUATION				
At 1 February 2006	2,956	5,701	1,000	6,787,022
Additions	-	-	-	1,130,223
Disposals	-	-	(1,000)	(1,000)
At 31 January 2007	2,956	5,701	-	7,916,245
DEPRECIATION				
At 1 February 2006	2,498	4,738	1,000	245,664
Charge for year	153	523	-	69,812
Eliminated on disposal	-	-	(1,000)	(1,000)
At 31 January 2007	2,651	5,261	-	314,476
NET BOOK VALUE				
At 31 January 2007	305	440	-	7,601,769
At 31 January 2006	458	963	-	6,541,358

Included in freehold property is freehold land valued at £4,187,224 (2006 - £3,622,112) which is not depreciated

continued

9 **TANGIBLE FIXED ASSETS - continued**

Company

Cost or valuation at 31 January 2007 is represented by

	Freehold property	Long leasehold	Investment properties
	£	£	£
Valuation in 1996	26,784	-	79,769
Valuation in 1997	214,135	-	23,999
Cost	7,469,569	67,100	26,232
	7,710,488	67,100	130,000

	Office equipment	Fixtures,fittings, plant and machinery	Totals
	£	£	£
Valuation in 1996	-	-	106,553
Valuation in 1997	-	-	238,134
Cost	2,956	5,701	7,571,558
	2,956	5,701	7,916,245

The freehold properties and investment properties were valued by the directors on the 31 January 1996 and 1997 The cost of these properties amounts to £7,495,801 (2006 - £6,365,578)

10 **FIXED ASSET INVESTMENTS**

Company

	Shares in group undertakings
	£
COST	
At 1 February 2006 and 31 January 2007	256,559
NET BOOK VALUE	
At 31 January 2007	256,559
At 31 January 2006	256,559

continued

10 **FIXED ASSET INVESTMENTS - continued**

The group or the company's investments at the balance sheet date in the share capital of companies include the following

Subsidiaries

Fastfit Exhausts Limited
Nature of business Supply and fitting of exhausts and tyres

Class of shares	% holding
Ordinary	100 00

	2007	2006
	£	£
Aggregate capital and reserves	862,267	2,146,297
Profit for the year	215,970	202,573

Wilco Motor Spares Limited
Nature of business Retailer of car spares and accessories

Class of shares	% holding
Ordinary	100 00

	2007	2006
	£	£
Aggregate capital and reserves	2,648,034	2,489,765
Profit for the year	158,269	121,854

Cyclemaster Limited
Nature of business Dormant

Class of shares	% holding
Ordinary	100 00

	2007	2006
	£	£
Aggregate capital and reserves	100	100

E U Limited
Nature of business Wholesaler of motor vehicle components

Class of shares	% holding
Ordinary	100 00

	2007	2006
	£	£
Aggregate capital and reserves	3,198,397	3,237,668
Profit for the year	1,460,729	544,548

J Smart & Co (Retail) Limited (Subsidiary of Wilco Motor Spares Limited)
Nature of business Dormant

Class of shares	% holding
Ordinary	100 00

	2007	2006
	£	£
Aggregate capital and reserves	27,100	27,100

continued

10 **FIXED ASSET INVESTMENTS - continued**

Carmaster Limited (Subsidiary of Wilco Motor Spares Limited)
Nature of business Dormant

	% holding
Class of shares	
Ordinary	100 00

	2007	2006
	£	£
Aggregate capital and reserves	10,000	10,000

Linco plc (Subsidiary of E U Limited)
Nature of business Wholesaler of motor vehicle components

	% holding
Class of shares	
Ordinary	100 00

	2007	2006
	£	£
Aggregate capital and reserves	1,121,128	1,710,680
Profit for the year	310,448	274,283

Motosave Holdings Limited
Nature of business Dormant holding company

	% holding
Class of shares	
Ordinary	100 00

	2007	2006
	£	£
Aggregate capital and reserves	33,992	33,992

Motosave Limited (Subsidiary of Motosave Holdings Limited)
Nature of business Retailer of car spares and accessories

	% holding
Class of shares	
Ordinary	100 00

	2007	2006
	£	£
Aggregate capital and reserves	327,732	280,152
Profit/(Loss) for the year	47,580	(453,416)

Auto Supa-Save Limited (Subsidiary of Motosave Limited)
Nature of business Dormant

	% holding
Class of shares	
Ordinary	100 00

	2007	2006
	£	£
Aggregate capital and reserves	18,000	18,000

continued

11 STOCKS

	Group	
	2007	2006
	£	£
Finished goods	5,855,106	5,650,762

12 DEBTORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2007	2006	2007	2006
	£	£	£	£
Trade debtors	1,491,311	1,494,458	-	-
Other debtors	97,761	28,931	-	-
Amounts owed by group companies	-	-	884,922	387,767
Prepayments	409,665	380,643	13,724	8,149
	1,998,737	1,904,032	898,646	395,916

13 CREDITORS· AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2007	2006	2007	2006
	£	£	£	£
Trade creditors	3,731,597	3,414,987	-	-
Social security and other taxes	804,257	758,283	9,751	6,311
Other creditors	153,395	82,288	4,512	-
Corporation tax	578,000	330,412	160,000	123,317
Amounts owed to group companies	-	-	2,124,782	2,900,005
Accrued expenses	317,518	292,432	59,880	57,986
	5,584,767	4,878,402	2,358,925	3,087,619

14 OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year

Group

	Land and buildings	
	2007	2006
	£	£
Expiring		
Within one year	9,943	37,325
Between one and five years	206,000	91,343
In more than five years	395,144	601,014
	611,087	729,682

continued

14 OPERATING LEASE COMMITMENTS - continued

Company

	Land and buildings	
	2007	2006
	£	£
Expiring		
Between one and five years	28,500	23,000

15 PROVISIONS FOR LIABILITIES

	Group	
	2007	2006
	£	£
Deferred tax	10,000	21,000

Group

	Deferred tax
	£
Balance at 1 February 2006	21,000
Movement in year	(11,000)
Balance at 31 January 2007	10,000

No provision have been made for deferred tax on the gains recognised on revaluing properties to their market value or on the sale of a property where a potential taxable gain has been rolled over into replacement assets Such tax would become payable only if the properties were sold without it being possible to claim rollover relief At present it is not envisaged that any such tax will become payable in the foreseeable future

16 CALLED UP SHARE CAPITAL

Authorised

Number	Class	Nominal value	2007	2006
			£	£
500,000	Ordinary	£1	500,000	500,000

Allotted, issued and fully paid

Number	Class	Nominal value	2007	2006
			£	£
246,770	Ordinary	£1	246,770	246,770

continued

17 RESERVES

Group

	Profit and loss account £	Revaluation reserve £	Totals £
At 1 February 2006	13,582,093	475,533	14,057,626
Profit for the year	1,901,849		1,901,849
Dividends	(77,216)		(77,216)
At 31 January 2007	15,406,726	475,533	15,882,259

Company

	Profit and loss account £	Revaluation reserve £	Totals £
At 1 February 2006	5,778,374	344,687	6,123,061
Profit for the year	3,608,853		3,608,853
Dividends	(77,216)		(77,216)
At 31 January 2007	9,310,011	344,687	9,654,698

18 PENSION COMMITMENTS

The parent company operates a money purchase pension scheme for the directors The group operates a money purchase pension scheme for other employees

The pension cost charge amounted to £98,978 (2006 £93,774)

19 RELATED PARTY DISCLOSURES

Property owned by the Taylor Patterson SIPP, for Mr K J Shortis, of which Mr K J Shortis is a trustee and beneficiary, was utilised by group companies Annual rent payable, on a commercial basis, is £66,000 (2006 £54,650)

20 POST BALANCE SHEET EVENTS

A final dividend of £67,862 was proposed at the year end (2006 - £67,862)

continued

21 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

Group

	2007 £	2006 £
Profit for the financial year	1,901,849	2,088,005
Dividends	(77,216)	(9,354)
	1,824,633	2,078,651
Other recognised gains and losses relating to the year	-	(22,415)
Net addition to shareholders' funds	1,824,633	2,056,236
Opening shareholders' funds	14,304,396	12,248,160
Closing shareholders' funds	16,129,029	14,304,396

Company

	2007 £	2006 £
Profit for the financial year	3,608,853	1,498,163
Dividends	(77,216)	(9,354)
	3,531,637	1,488,809
Other recognised gains and losses relating to the year	-	(22,415)
Net addition to shareholders' funds	3,531,637	1,466,394
Opening shareholders' funds	6,369,831	4,903,437
Closing shareholders' funds	9,901,468	6,369,831