

REGISTRARS COPY

Registered number:2069607

THAMES SERVICE STATION (OVAL) LIMITED

FINANCIAL STATEMENTS

for the year ended

30TH APRIL 1995

GEO. LITTLE SEBIRE & CO

CHARTERED ACCOUNTANTS



KLO *KQ1IFHF4* 863
COMPANIES HOUSE 18/12/95

THAMES SERVICE STATION (OVAL) LIMITED

FINANCIAL STATEMENTS

for the year ended 30th April 1995

CONTENTS

	Page
Directors' report	1
Statement of directors' responsibilities	2
Auditors' report	3
Profit and loss account	4
Balance sheet	5
Notes	6 to 11

THAMES SERVICE STATION (OVAL) LIMITEDDIRECTORS' REPORT

30th April 1995

The directors present their report and the audited financial statements for the year ended 30th April 1995.

Principal activity

The principal activity of the company was that of garage proprietors, motor dealers, agents and distributors.

Business review

The company's balance sheet as detailed on page 5 shows a satisfactory position, shareholders' funds amounting to £2,503.

During the year the company's premises were closed for redevelopment. The directors are of the opinion that the loss for the year was as a result of the closure. They expect the redevelopment of the premises will lead to improved profitability in the future.

Loss, dividends and appropriations

The results for the year are shown in the profit and loss account on page 4.

The directors do not propose payment of a final dividend (1994:£0), the loss for the year is to be absorbed by reserves.

Fixed assets

Changes in fixed assets during the year are set out in note 9 to the accounts.

Directors

The directors of the company during the year and their interests in the shares of the company as recorded in the register of directors' interests were as follows

	30th April 1995 Ordinary shares	1st May 1994 Ordinary shares
V. Khanna	-	-
A.E. Khanna	-	-

The interests of the directors in the ultimate holding company are dealt with in the accounts of that company.

continued

THAMES SERVICE STATION (OVAL) LIMITEDDIRECTORS' REPORT

(continued)

30th April 1995

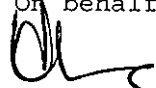
Close company

The company is a close company within the provisions of the Income and Corporation Taxes Act 1988.

Auditors

The auditors, Messrs Geo. Little, Sebire & Co. have signified their willingness to continue in office and a resolution to reappoint them will be put to the members at the next Annual General Meeting.

On behalf of the board



V. Khanna
Director

Registered office:
115 Addiscombe Road
Croydon
Surrey CRO 6SG.

Date: 18th September 1995

THAMES SERVICE STATION (OVAL) LIMITEDSTATEMENT OF DIRECTORS' RESPONSIBILITIES

We are required under company law 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:

- select suitable accounting policies and 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.

We 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 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.

On behalf of the board



V. Khanna

Director

Date: 18th September 1995

THAMES SERVICE STATION (OVAL) LIMITEDAUDITORS' REPORT

Auditors' report to the members of

Thames Service Station (Oval) Limited

We have audited the financial statements on pages 4 to 11 which have been prepared under the accounting policies set out in note 1 to the accounts.

Respective responsibilities of directors and auditors

As described on page 2, 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 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 error or other irregularity. 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 April 1995 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Geo. Little, Sebire & Co.
Chartered Accountants and
Registered Auditors

26-28 Bartholomew Square
London EC1V 3QA.

Date: 18th September 1995

THAMES SERVICE STATION (OVAL) LIMITEDPROFIT AND LOSS ACCOUNT

for the year ended 30th April 1995

	Note	1995 £	1994 £
Turnover	2	1,972,699	2,371,158
Cost of sales		(1,836,920)	(2,176,503)
Gross profit		135,779	194,655
Net operating expenses			
Administrative expenses		(152,193)	(162,176)
Operating (loss)/profit	3	(16,414)	32,479
Interest receivable	5	-	5,501
Interest payable	6	(15,935)	(5,058)
(Loss)/profit on ordinary activities before taxation		(32,349)	32,922
Taxation	7	40	(9,303)
(Loss)/profit on ordinary activities after taxation		(32,309)	23,619
Dividends	8	-	(25,000)
Retained loss for the year	16	(32,309)	(1,381)

Movements in reserves are shown in note 16.

There are no recognised gains and losses in 1995 or 1994 other than the loss for the year.

The above results are all in respect of continuing operations.

THAMES SERVICE STATION (OVAL) LIMITEDBALANCE SHEET

at 30th April 1995

	Note	1995		1994	
		£	£	£	£
Fixed assets					
Tangible assets	9		153,327		45,385
Current assets					
Stocks	10	53,955		56,110	
Debtors	11	301,267		400,214	
Cash at bank and in hand		120		-	
		355,342		456,324	
Creditors: amounts falling due within one year	12	(415,302)		(365,740)	
Net current (liabilities)/assets			(59,960)		90,584
Total assets less current liabilities			93,367		135,969
Creditors: amounts falling due after more than one year	13		(90,864)		(101,157)
			2,503		34,812
Capital and reserves					
Called up share capital	15		100		100
Profit and loss account	16		2,403		34,712
Shareholders' equity			2,503		34,812

The financial statements on pages 4 to 11 were approved by the board of directors on 18th September 1995



V. Khanna

Director

THAMES SERVICE STATION (OVAL) LIMITEDNOTES ON FINANCIAL STATEMENTS

30th April 1995

1 Accounting policies**Basis of accounting**

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

Depreciation

Depreciation is calculated to write off the cost or valuation of all fixed assets over their estimated useful lives as follows:

Leasehold land and buildings	20% on cost
Plant and machinery	10 - 20% on cost
Fixtures and fittings	20% on cost

At the beginning of the year the company changed it's accounting policy for plant and machinery to reflect more fairly the economic useful life of the assets concerned. These assets had previously been depreciated at the rate of 20% on cost.

Leases and hire purchase contracts

Assets acquired under finance leases and hire purchase contracts are included under tangible fixed assets and depreciated in accordance with the company's accounting policy for that class of asset. Interest is charged so as to give a periodic charge on the capital element outstanding and the capital elements of future payments are included within creditors.

Operating lease payments are charged to the profit and loss account as they arise.

Stocks

Stocks are valued at the lower of cost and net realisable value.

Deferred taxation

Deferred taxation is provided on the liability method to take account of material short term timing differences and all other material timing differences only to the extent that they are likely to reverse in the foreseeable future.

Cash flow statement

The company is exempt from the requirement to produce a cash flow statement on the grounds that it is a member of a group of which the ultimate holding company prepares a consolidated cash flow statement.

2 Turnover

Turnover represents the amount derived from the provision of goods and services which fall within the company's ordinary activities, entirely within the United Kingdom, stated net of value added tax.

THAMES SERVICE STATION (OVAL) LIMITEDNOTES ON FINANCIAL STATEMENTS

30th April 1995

3 Operating (loss)/profit

	1995	1994
	£	£
Operating (loss)/profit is stated after charging:		
Auditors' remuneration	3,700	1,200
Operating leases		
Rent	5,000	5,000
Depreciation owned assets	10,418	13,337
Depreciation leased assets	1,796	6,151
	<u> </u>	<u> </u>

4 Directors and employees

	1995	1994
	£	£
Staff costs including directors' emoluments		
Wages and salaries	131,537	141,356
Social security costs	7,789	9,703
	<u> </u>	<u> </u>
	139,326	151,059
	<u> </u>	<u> </u>

	Number	Number
Average number employed including executive directors		
Management and administration	3	3
Sales	9	9
Workshop	2	2
	<u> </u>	<u> </u>
	14	14
	<u> </u>	<u> </u>

Directors

The directors received no emoluments during the year.

5 Interest receivable

	1995	1994
	£	£
Other interest receivable	-	5,501
	<u> </u>	<u> </u>

6 Interest payable

	1995	1994
	£	£
Bank interest	3,635	1,092
Hire purchase interest	12,300	3,966
	<u> </u>	<u> </u>
	15,935	5,058
	<u> </u>	<u> </u>

THAMES SERVICE STATION (OVAL) LIMITED

NOTES ON FINANCIAL STATEMENTS

30th April 1995

7 Taxation

	1995 £	1994 £
Corporation tax on loss on ordinary activities at 25% (1994:25%)	-	7,852
(Over)/under provision in earlier years	(40)	1,451
	<u>(40)</u>	<u>9,303</u>

There is no tax charge for the year because of losses.

8 Dividends

	1995 £	1994 £
Interim	-	25,000
	<u>-</u>	<u>25,000</u>

9 Tangible fixed assets

	Plant and Equipment £	Fixtures and Fittings £	Leasehold Improvements £	Total £
Cost				
1st May 1994	75,826	24,709	21,628	122,163
Additions	119,781	375	-	120,156
30th April 1995	<u>195,607</u>	<u>25,084</u>	<u>21,628</u>	<u>242,319</u>
Depreciation				
1st May 1994	37,431	19,796	19,551	76,778
Charge for year	8,622	2,351	1,241	12,214
30th April 1995	<u>46,053</u>	<u>22,147</u>	<u>20,792</u>	<u>88,992</u>
Net book value				
30th April 1995	<u>149,554</u>	<u>2,937</u>	<u>836</u>	<u>153,327</u>
30th April 1994	<u>38,395</u>	<u>4,913</u>	<u>2,077</u>	<u>45,385</u>

The depreciation charge for plant and equipment under the previous method of accounting for depreciation would have given rise to a charge for the year of £17,798.

Included in the above are the following assets held under finance leases and hire purchase contracts.

Net book value	105,961	-	-	105,961
Depreciation for year	<u>1,796</u>	<u>-</u>	<u>-</u>	<u>1,796</u>

THAMES SERVICE STATION (OVAL) LIMITEDNOTES ON FINANCIAL STATEMENTS

30th April 1995

10 Stocks

	1995 £	1994 £
Used vehicles	16,325	22,297
Parts	4,812	6,243
Forecourt	32,818	27,570
	<u>53,955</u>	<u>56,110</u>

Included in used vehicle stock are vehicles valued at £12,475 which are subject to hire purchase agreements.

There is a first floating charge over used vehicles.

11 Debtors

	1995 £	1994 £
Amounts falling due within one year		
Trade debtors	23,555	26,648
Amounts owed by group undertakings	246,004	321,151
Other debtors	19,533	38,483
Prepayments and accrued income	12,175	13,932
	<u>301,267</u>	<u>400,214</u>

12 Creditors: amounts falling due within one year

	1995 £	1994 £
Bank overdrafts	9,428	34,123
Trade creditors	182,530	147,654
Other loans	110,000	60,000
Amounts owed to group undertakings	25,584	17,996
Other taxation and social security	12,763	23,163
Other creditors	4,408	4,955
Accruals and deferred income	5,424	3,076
Finance leases and HP contracts - note 13	65,165	74,773
	<u>415,302</u>	<u>365,740</u>

THAMES SERVICE STATION (OVAL) LIMITEDNOTES ON FINANCIAL STATEMENTS

30th April 1995

- 13 **Creditors:** amounts falling due after more than one year

	1995 £	1994 £
Other loans	48,096	101,157
Finance leases and HP contracts	42,768	-
	<u>90,864</u>	<u>101,157</u>

Obligations under finance leases and hire purchase contracts are repayable over varying periods by monthly instalments as follows:

In the next year - see note 12	65,165	74,773
In the second to fifth year	42,768	-
	<u>107,933</u>	<u>74,773</u>

Other loans are repayable as follows:

Wholly repayable within five years	158,096	161,157
	<u>158,096</u>	<u>161,157</u>

- 14 **Deferred taxation**

	1995		1994	
	Potential liability £	Provision made £	Potential liability £	Provision made £
Accelerated capital allowances	10,520	-	1,000	-
	<u>10,520</u>	<u>-</u>	<u>1,000</u>	<u>-</u>

The potential liability and provision are based on a corporation tax rate of 25% (1994 25%).

- 15 **Called up share capital**

	1995		1994	
	Number of shares	£	Number of shares	£
Authorized				
Share Capital	100,000	100,000	100,000	100,000
	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>
Allotted called up and fully paid				
Share Capital	100	100	100	100
	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

THAMES SERVICE STATION (OVAL) LIMITEDNOTES ON FINANCIAL STATEMENTS

30th April 1995

16 Profit and loss account

	1995 £
1st May 1994	34,712
Retained loss for the year	(32,309)
30th April 1995	2,403

17 Reconciliation of movements in shareholders' funds

	1995 £	1994 £
(Loss)/profit for the financial year	(32,309)	23,619
Dividends	-	(25,000)
Net subtraction from shareholders' funds	(32,309)	(1,381)
Opening shareholders' funds	34,812	36,193
Closing shareholders' funds	2,503	34,812

18 Contingent liabilities

The company is liable with group companies to its bankers in respect of overdrafts operated by those companies under the terms of a unlimited multilateral guarantee. The full potential liability at the balance sheet date was £252,246.

19 Ultimate parent undertaking

The company's ultimate parent undertaking at the balance sheet date was T S S Group PLC, a company registered in England and Wales.