

REEDLEY CAR CENTRE LIMITED

THE DIRECTOR'S REPORT

YEAR ENDED 31 OCTOBER 2000

COMPANY REGISTRATION NUMBER 2101821

The director presents his report and the unaudited financial statements of the company for the year ended 31 October 2000.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year continues to be that of motor vehicle dealers.

THE DIRECTOR AND HIS INTERESTS IN SHARES OF THE COMPANY

The director who served the company during the year together with his beneficial interests in the shares of the company was as follows:

	Ordinary Shares of £1 each	
	At At 31 October 2000	1 November 1999
G. Cornthwaite	<u>100</u>	<u>100</u>

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Signed by order of the director



L. Cornthwaite.
Company Secretary

Approved on 01. 0 7. 01



REEDLEY CAR CENTRE LIMITED**PROFIT AND LOSS ACCOUNT****YEAR ENDED 31 OCTOBER 2000**

	Note	2000 £	1999 £
TURNOVER		471,023	401,681
Cost of sales		<u>436,495</u>	<u>379,778</u>
GROSS PROFIT		34,528	21,903
Distribution costs		12,766	6,928
Administrative expenses		8,643	7,716
Other operating income		<u>(6,400)</u>	<u>(3,520)</u>
OPERATING PROFIT	2	19,519	10,779
Interest payable		3,768	1,425
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		15,751	9,354
Tax on profit on ordinary activities	4	<u>(3,034)</u>	<u>(1,550)</u>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		12,717	7,804
Equity dividends paid		12,000	-
RETAINED PROFIT FOR THE FINANCIAL YEAR		717	7,804
Balance brought forward		<u>45,274</u>	<u>37,470</u>
Balance carried forward		<u>45,991</u>	<u>45,274</u>

The company has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the company are classed as continuing.

REEDLEY CAR CENTRE LIMITED**YEAR ENDED 31 OCTOBER 2000**

RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2000 £	1999 £
Profit for the financial year	12,717	7,804
Dividends	(12,000)	-
	<u>717</u>	<u>7,804</u>
Opening shareholders' funds	<u>45,374</u>	<u>37,570</u>
Closing shareholders' funds	<u>46,091</u>	<u>45,374</u>

REEDLEY CAR CENTRE LIMITED**BALANCE SHEET****31 OCTOBER 2000**

	Note	2000		1999
		£	£	£
FIXED ASSETS				
Tangible assets	5	87,704		89,353
CURRENT ASSETS				
Stocks		53,200		65,300
Debtors	6	5,633		9,733
Cash at bank		-		8,402
		<u>58,833</u>		<u>83,435</u>
CREDITORS: Amounts falling due within one year	7	<u>(75,683)</u>		<u>(99,557)</u>
NET CURRENT LIABILITIES			<u>(16,850)</u>	<u>(16,122)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>70,854</u>	<u>73,231</u>
CREDITORS: Amounts falling due after more than one year	8		<u>(24,763)</u>	<u>(27,857)</u>
			<u>46,091</u>	<u>45,374</u>

The balance sheet continues on the following page.

REEDLEY CAR CENTRE LIMITED**BALANCE SHEET** *(continued)***31 OCTOBER 2000**

	Note	2000 £	1999 £
CAPITAL AND RESERVES			
Called up share capital	10	100	100
Profit and loss account		<u>45,991</u>	<u>45,274</u>
EQUITY SHAREHOLDERS' FUNDS		<u>46,091</u>	<u>45,374</u>

The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges his responsibility for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved and signed by the director on 01.07.01

G. Cornthwaite
Director



REEDLEY CAR CENTRE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 OCTOBER 2000

1. ACCOUNTING POLICIES

Basis of accounting

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

Cash flow statement

The director has taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the company is small.

Depreciation

Depreciation is not provided on freehold land. On other assets it is provided on cost in annual instalments over the estimated useful lives of the assets. The rates of depreciation are as follows:

Freehold Property	-	2% per annum
Plant & Machinery	-	15-25% per annum
Fixtures & Fittings	-	15-25% per annum

Stocks

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

Deferred taxation

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise. However no provision is necessary in these financial statements.

2. OPERATING PROFIT

Operating profit is stated after charging:

	2000 £	1999 £
Depreciation	<u>2,394</u>	<u>1,196</u>

3. DIRECTOR'S EMOLUMENTS

The director's aggregate emoluments in respect of qualifying services were:

	2000 £	1999 £
Aggregate emoluments	<u>7,104</u>	<u>6,906</u>

4. TAX ON PROFIT ON ORDINARY ACTIVITIES

	2000 £	1999 £
Corporation Tax based on the results for the year at 17.30% (1999 - 20.41%)	<u>3,034</u>	<u>1,550</u>

REEDLEY CAR CENTRE LIMITED**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31 OCTOBER 2000****5. TANGIBLE FIXED ASSETS**

	Land and buildings £	Other plant & machinery etc. £	Total £
COST			
At 1 November 1999	87,164	4,468	91,632
Additions	-	745	745
At 31 October 2000	<u>87,164</u>	<u>5,213</u>	<u>92,377</u>
DEPRECIATION			
At 1 November 1999	879	1,400	2,279
Charge for the year	<u>1,743</u>	<u>651</u>	<u>2,394</u>
At 31 October 2000	<u>2,622</u>	<u>2,051</u>	<u>4,673</u>
NET BOOK VALUE			
At 31 October 2000	<u>84,542</u>	<u>3,162</u>	<u>87,704</u>
At 31 October 1999	<u>86,285</u>	<u>3,068</u>	<u>89,353</u>

6. DEBTORS

	2000 £	1999 £
Trade debtors	3,000	7,100
Other debtors	2,500	2,500
Prepayments and accrued income	<u>133</u>	<u>133</u>
	<u>5,633</u>	<u>9,733</u>

All debtors fall due within one year of the balance sheet date.

REEDLEY CAR CENTRE LIMITED**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31 OCTOBER 2000**

7. CREDITORS: Amounts falling due within one year

	2000		1999
	£	£	£
Bank loans and overdrafts		23,164	21,693
Trade creditors		1,060	11,170
Taxation and social security		3,888	1,846
VAT	906		-
Directors' loans	31,444		28,964
Stocking loans	6,721		28,884
Other creditors	<u>5,500</u>		<u>5,500</u>
		44,571	63,348
Accruals and deferred income		<u>3,000</u>	<u>1,500</u>
		<u>75,683</u>	<u>99,557</u>

The directors loans are unsecured and interest free. No date has been set for repayment.

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2000	1999
	£	£
Bank loans and overdrafts	<u>2,500</u>	<u>21,693</u>

8. CREDITORS: Amounts falling due after more than one year

	2000	1999
	£	£
Bank loans and overdrafts	<u>24,763</u>	<u>27,857</u>

All liabilities disclosed under creditors falling due after more than one year are secured by the company.

9. CONTROLLING PARTY

Mr G Cornthwaite is the company's controlling party

REEDLEY CAR CENTRE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 OCTOBER 2000

10. SHARE CAPITAL

Authorised share capital:

	2000	1999
	£	£
1,000 Ordinary shares of £1.00 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2000	1999
	£	£
Ordinary share capital	<u>100</u>	<u>100</u>