
AUTOMOTIVE ENVIRONMENTAL SERVICES LIMITED

ABBREVIATED ACCOUNTS

**FOR THE YEAR ENDED
31 DECEMBER 2004**



AUTOMOTIVE ENVIRONMENTAL SERVICES LIMITED

INDEPENDENT AUDITORS' REPORT TO AUTOMOTIVE ENVIRONMENTAL SERVICES LIMITED Under section 247B of the Companies Act 1985

We have examined the abbreviated accounts of Automotive Environmental Services Limited for the year ended 31 December 2004 set out on pages 2 to 6, together with the financial statements of the company for the year ended 31 December 2004 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246 (5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 6 are properly prepared in accordance with those provisions.

Barnes Roffe LLP

Barnes Roffe LLP

Chartered Accountants
Registered Auditors
Leytonstone House
Leytonstone
London E11 1HR

Date: 7 October 2005

AUTOMOTIVE ENVIRONMENTAL SERVICES LIMITED

ABBREVIATED BALANCE SHEET
As at 31 December 2004

	Note	£	2004 £	£	2003 £
FIXED ASSETS					
Tangible assets	2		98,825		192,263
Investments	3		2,684,915		2,375,150
			<u>2,783,740</u>		<u>2,567,413</u>
DEBTORS: due after more than one year	4		762,753		696,944
CURRENT ASSETS					
Debtors	4	690,460		861,343	
Cash at bank		75,196		716,787	
			<u>765,656</u>	<u>1,578,130</u>	
CREDITORS: amounts falling due within one year		(159,995)		(739,171)	
NET CURRENT ASSETS			<u>605,661</u>		<u>838,959</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>4,152,154</u>		<u>4,103,316</u>
CREDITORS: amounts falling due after more than one year	5		(3,000,000)		(3,000,000)
NET ASSETS			<u>£ 1,152,154</u>		<u>£ 1,103,316</u>
CAPITAL AND RESERVES					
Called up share capital	6		100		100
Revaluation reserve			602,893		602,893
Profit and loss account			549,161		500,323
SHAREHOLDERS' FUNDS			<u>£ 1,152,154</u>		<u>£ 1,103,316</u>

The abbreviated accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the board on 25 August 2005 and signed on its behalf.

S Appleyard
Director



P L Wicks
Director



The notes on pages 3 to 6 form part of these abbreviated accounts.

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 December 2004

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention as modified by the revaluation of investment properties and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Cash flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.3 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of value added tax and trade discounts.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following annual bases:

Plant and equipment	-	20% straight line
Motor vehicles	-	20% straight line

1.5 Deferred taxation

Provision is made in full for all taxation deferred in respect of timing differences that have originated but not reversed by the balance sheet date, except for timing differences arising on revaluations of fixed assets which are not intended to be sold and gains on disposal of fixed assets which will be rolled over into replacement assets. No provision is made for taxation on permanent differences.

Deferred tax assets are recognised to the extent that it is more likely than not that they will be recovered.

1.6 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

1.7 Lease of assets

The company receives rental income on assets held for use in operating leases. It recognises the rental income on a straight line basis and accounts for costs over the life of the lease.

1.8 Investment properties

Investment properties are valued annually at open market value. As these properties are held for investment purposes, not consumption, depreciation is not considered to be relevant.

The treatment is in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002). This treatment is a departure from the Companies Act 1985, but is necessary in order for the financial statements to give a true and fair view. It would not be practical to quantify the depreciation which might otherwise have been charged.

AUTOMOTIVE ENVIRONMENTAL SERVICES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 December 2004

2. TANGIBLE FIXED ASSETS

	£
Cost or valuation	
At 1 January 2004	467,352
Additions	2,464
Disposals	(5,008)
At 31 December 2004	464,808
Depreciation	
At 1 January 2004	275,089
Charge for the year	92,962
On disposals	(2,068)
At 31 December 2004	365,983
Net book value	
At 31 December 2004	£ 98,825
At 31 December 2003	£ 192,263

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 December 2004

3. FIXED ASSET INVESTMENTS

	£
Cost or valuation	
At 1 January 2004	2,375,150
Additions	309,765
At 31 December 2004	<u>£ 2,684,915</u>

Investment properties

These are restated annually to their open market value by the directors of the company, based on their experience of the property market and comparable evidence. Investment properties were revalued by £Nil (2003 - £450,288) during the current year.

The company has aggregate rentals receivable in relation to operating leases of £259,256 (2003 - £248,932) on the above investment properties.

The historic cost of investment properties is £2,112,456 (2003 - £1,802,691).

Participating interests

Investments include an investment in an associated undertaking, JAE Property Limited, comprising a holding of 40% of its issued share capital.

During the latest financial year JAE Property Limited made a profit after tax of £29,700 (2003 - £31,876) and at the year end the aggregate of its capital and reserves was £21,698 (2003 - £18,428).

Investments also include an investment in an associated undertaking, Autorite Limited, comprising a holding of 50% of its issued share capital.

The financial statements of Autorite Limited for the financial year ended 31 December 2004 are not yet available. During its previous financial year ended 31 December 2003 Autorite Limited made a loss after tax of £7,600 and at that year end the aggregate of its capital and reserves was a liability of £58,082.

4. DEBTORS

Debtors include £762,753 (2003 - £696,944) falling due after more than one year

5. CREDITORS

Creditors include amounts not wholly repayable within 5 years as follows:

	2004	2003
	£	£
Repayable other than by instalments	<u>£ 3,000,000</u>	<u>£ 3,000,000</u>

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For the year ended 31 December 2004

6. SHARE CAPITAL

	2004 £	2003 £
Authorised		
1,000,000 Ordinary shares of £1 each	<u>£ 1,000,000</u>	<u>£ 1,000,000</u>
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>£ 100</u>	<u>£ 100</u>