

Registered no. 3198521

EXOTICAR LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2000



**PARAM & CO
REGISTERED AUDITORS & CHARTERED CERTIFIED ACCOUNTANTS
44-50 THE BROADWAY SOUTHALL
MIDDLESEX
UB1 1QB**

EXOTICAR LIMITED

CONTENTS	PAGE
Directors` report	1
Auditors` report	3
Profit and loss account	4
Balance sheet	5
Notes to the accounts	6
 For information of the directors only:	
Detailed trading and profit and loss account	10
Schedule to the Trading and Profit and Loss Account	11

EXOTICAR LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 AUGUST 2000

The directors present their report and the financial statements of the company for the year ended 31 August 2000.

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 a 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.

Directors

R Rudrakumar
R Mahendrakumar

Secretary

R Mahendrakumar

Registered Office

232-234, St Albans Road,
Watford
WD2 4AU

Principal Activity

The principal activity of the company throughout the year was that of retailing in sports cars..

Directors

The present directors are as shown above. All served on the board throughout the year.

The company's Articles of Association do not require directors to retire by rotation.

Directors' Interests

The interests of the directors in the shares of the company at the beginning and end of the year, were as follows:

	31 August 2000	1 September 1999
R Rudrakumar		
Ordinary Shares	12500	12500

EXOTICAR LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 AUGUST 2000 (CONT)

R Mahendrakumar

Ordinary Shares

12500

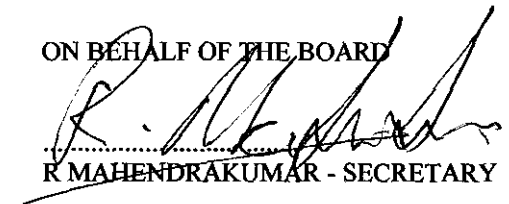
12500

Auditors

The auditors, PARAM & CO, have indicated their willingness to accept re-appointment under Section 385(2) of the Companies Act 1985.

The directors' report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD


R MAHENDRAKUMAR - SECRETARY

Date: 17/7/01

EXOTICAR LIMITED

AUDITORS' REPORT TO THE MEMBERS OF EXOTICAR LIMITED

We have audited the financial statements on pages 4 to 9 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described in the directors' report, 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 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 31 August 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



PARAM & CO
Registered Auditors

Date: 12-2-01

44-50 THE BROADWAY SOUTHALL
MIDDLESEX
UB1 1QB

EXOTICAR LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2000

	Note	2000 £	1999 £
TURNOVER	2	966,723	1,153,220
Cost of sales		822,455	1,027,488
GROSS PROFIT		144,268	125,732
Net operating expenses	3	81,163	73,260
OPERATING PROFIT	4	63,105	52,472
Interest payable and similar charges		8,353	8,722
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		54,752	43,750
Tax on profit on ordinary activities	5	11,326	9,318
PROFIT FOR THE FINANCIAL YEAR		43,426	34,432
Dividends	6	20,000	22,000
RETAINED PROFIT FOR THE FINANCIAL YEAR		23,426	12,432
Retained profit brought forward		49,944	37,512
RETAINED PROFIT CARRIED FORWARD		73,370	49,944

The annexed notes form part of these financial statements.

EXOTICAR LIMITED

BALANCE SHEET AT 31 AUGUST 2000

	Note	2000 £	1999 £
FIXED ASSETS			
Tangible assets	7	127,767	131,394
CURRENT ASSETS			
Stocks		268,767	197,414
Debtors	8	133	5,633
Cash at bank and in hand		2,772	340
		<u>271,672</u>	<u>203,387</u>
CREDITORS			
Amounts falling due within one year	9	<u>96,311</u>	<u>81,190</u>
NET CURRENT ASSETS		175,361	122,197
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>303,128</u>	<u>253,591</u>
CREDITORS			
Amounts falling due after more than one year	10	(204,758)	(178,647)
NET ASSETS		<u>98,370</u>	<u>74,944</u>
CAPITAL AND RESERVES			
Called up share capital	11	25,000	25,000
Profit and loss account		73,370	49,944
SHAREHOLDERS' FUNDS		<u>98,370</u>	<u>74,944</u>

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These financial statements were approved by the board on 12/7/01
ON BEHALF OF THE BOARD

R RUDRAKUMAR - DIRECTOR

Date: 12/7/01

The annexed notes form part of these financial statements.

EXOTICAR LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2000

1. ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same accounts.

Basis of Preparation of Financial Statements

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

The effect of events in relation to the year ended 31 August 2000 which occurred before the date of approval of the financial statements by the Board of Directors, have been included in the statements to the extent required to show a true and fair view of the state of affairs at 31 August 2000 and of the results for the year ended on that date.

Depreciation

Depreciation has been computed to write off the cost of tangible fixed assets over their expected useful lives using the following rates:

Freehold buildings	- % per annum of cost
Fixtures and fittings	- 20% per annum of cost

2. TURNOVER

The company's turnover represents the value, excluding Value Added Tax, of goods and services supplied to customers during the year.

3. NET OPERATING EXPENSES

	2000 £	1999 £
Distribution costs	24,804	21,611
Administrative expenses	56,359	51,649
	<u>81,163</u>	<u>73,260</u>

4. OPERATING PROFIT

Operating profit is stated after charging/(crediting):

	2000 £	1999 £
Directors' emoluments	12,403	12,519
Depreciation and amortisation of owned assets	3,627	2,101
	<u></u>	<u></u>

EXOTICAR LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2000 (CONT)

5. TAXATION ON ORDINARY ACTIVITIES

	2000 £	1999 £
Current year		
Corporation tax at 21% (1999 21%)	11,454	9,318
Prior year		
Corporation tax under(over) provided	(128)	-
	<u>11,326</u>	<u>9,318</u>

6. DIVIDENDS

	2000 £	1999 £
On ordinary shares		
Final dividend paid at 80 pence per share	<u>20,000</u>	<u>22,000</u>

EXOTICAR LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2000 (CONT)

7. TANGIBLE FIXED ASSETS

	Land and buildings £	Fixtures and fittings £	Total £
Cost			
At 1 September 1999	127,192	10,505	137,697
Additions	-	-	-
Revaluations	-	-	-
Intra-group transfers	-	-	-
Disposals	-	-	-
At 31 August 2000	127,192	10,505	137,697
Depreciation			
At 1 September 1999	-	6,303	6,303
Charge for the year	1,526	2,101	3,627
Revaluations	-	-	-
Intra-group transfers	-	-	-
Elimination on disposals	-	-	-
At 31 August 2000	1,526	8,404	9,930
Net book value			
At 31 August 2000	125,666	2,101	127,767
At 31 August 1999	127,192	4,202	131,394

8. DEBTORS

	2000 £	1999 £
Advance corporation tax recoverable	-	5,500
Other debtors	133	133
	133	5,633

EXOTICAR LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2000 (CONT)

9. CREDITORS - AMOUNTS DUE WITHIN ONE YEAR

	2000 £	1999 £
Bank loans and overdrafts	69,073	45,604
Corporation tax payable	20,613	18,089
Advance corporation tax payable	-	5,500
Social security and other taxes	3,426	8,417
Accruals and deferred income	3,199	3,580
	<u>96,311</u>	<u>81,190</u>

10. CREDITORS - AMOUNTS DUE AFTER ONE YEAR

	2000 £	1999 £
Bank loans	85,288	90,135
Other loans	119,470	88,512
	<u>204,758</u>	<u>178,647</u>

11. SHARE CAPITAL

	2000 £	1999 £
Authorised 25,000 ordinary shares of £1 each	25,000	25,000
	<u>25,000</u>	<u>25,000</u>
Allotted, called up and fully paid 25,000 ordinary shares of £1 each	25,000	25,000
	<u>25,000</u>	<u>25,000</u>