

Registered no. 3198521

EXOTICAR LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2002



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

EXOTICAR LIMITED

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EXOTICAR LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 AUGUST 2002

The directors present their report and the financial statements of the company for the year ended 31 August 2002.

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 2002	1 September 2001
R Rudrakumar Ordinary Shares	5000	12500

EXOTICAR LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 AUGUST 2002 (CONT)

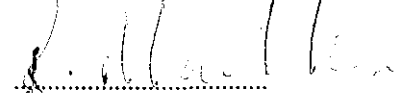
R Mahendrakumar
Ordinary Shares

20000

12500

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: 26-6-03

EXOTICAR LIMITED

ACCOUNTANTS' REPORT ON THE UNAUDITED ACCOUNTS TO THE DIRECTORS OF EXOTICAR LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 August 2002, set out on pages 4 to 13 that the company is exempt from an audit.

In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

.....
PARAM & CO
Chartered Accountants

Date:

Registered Auditors & Chartered Certified Accountants
44-50 The Broadway Southall
Middlesex
UB1 1QB

EXOTICAR LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2002

	Note	2002 £	2001 £
TURNOVER	2	693,529	1,178,601
Cost of sales		675,214	1,078,995
GROSS PROFIT		18,315	99,606
Net operating expenses	3	80,763	73,981
OPERATING (LOSS)/PROFIT	4	(62,448)	25,625
Interest payable and similar charges		5,988	7,650
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(68,436)	17,975
Tax on loss on ordinary activities	5	(3)	4,154
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		(68,433)	13,821
Dividends	6	-	25,000
RETAINED LOSS FOR THE FINANCIAL YEAR		(68,433)	(11,179)
Retained profit brought forward		62,192	73,370
RETAINED (LOSS)/PROFIT CARRIED FORWARD		(6,241)	62,191

The company's turnover and expenses all relate to continuing operations.

There are no recognised gains or losses other than the loss for the financial year shown above.

The annexed notes form part of these financial statements.

EXOTICAR LIMITED

BALANCE SHEET AT 31 AUGUST 2002

	Note	2002 £	2001 £
FIXED ASSETS			
Tangible assets	7	123,172	124,141
CURRENT ASSETS			
Stocks	8	119,646	268,022
Debtors	9	15,719	-
Cash at bank and in hand		2,182	2,772
		<u>137,547</u>	<u>270,794</u>
CREDITORS			
Amounts falling due within one year	10	38,009	58,034
NET CURRENT ASSETS		<u>99,538</u>	<u>212,760</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>222,710</u>	<u>336,901</u>
CREDITORS			
Amounts falling due after more than one year	11	(203,951)	(249,710)
NET ASSETS		<u><u>18,759</u></u>	<u><u>87,191</u></u>
CAPITAL AND RESERVES			
Called up share capital	12	25,000	25,000
Profit and loss account		(6,241)	62,191
SHAREHOLDERS' FUNDS	13	<u><u>18,759</u></u>	<u><u>87,191</u></u>

The directors are satisfied that the company was entitled to exemption under subsection (1) of section 249A of the Companies Act 1985 and that no member or members have requested an audit pursuant to subsection (2) of section 249B in relation to the accounts for the financial year.

The directors acknowledge their responsibilities for:

- i ensuring that the company keeps accounting records which comply with section 221; 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 this Act relating to accounts, so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

These financial statements were approved by the board on

EXOTICAR LIMITED

BALANCE SHEET AT 31 AUGUST 2002 (CONT)

ON BEHALF OF THE BOARD

R RUDRAKUMAR - DIRECTOR

The annexed notes form part of these financial statements.

EXOTICAR LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2002

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.

Cash Flow Statement

The company qualifies as a small company and advantage has therefore been taken of the exemption provided by the Financial Reporting Standard No 1 not to prepare a cash flow statement.

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 2002 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 2002 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	- 2% per annum of cost
Fixtures and fittings	- 20% per annum of cost

Stocks

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

2. TURNOVER

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

EXOTICAR LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2002 (CONT)

3. NET OPERATING EXPENSES

	2002 £	2001 £
Distribution costs	15,263	17,403
Administrative expenses	65,500	56,578
	<u>80,763</u>	<u>73,981</u>

4. OPERATING LOSS

Operating loss is stated after charging/(crediting):

	2002 £	2001 £
Directors' emoluments	12,341	12,398
Depreciation and amortisation of owned assets	2,938	3,626
Auditors' remuneration	<u>-</u>	<u>1,250</u>

EXOTICAR LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2002 (CONT)

5. TAXATION ON ORDINARY ACTIVITIES

	2002 £	2001 £
Current year		
Corporation tax at -% (2001 20%)	-	4,154
Prior year		
Corporation tax under(over) provided	(3)	-
	<u>(3)</u>	<u>4,154</u>
	<u><u> </u></u>	<u><u> </u></u>

6. DIVIDENDS

	2002 £	2001 £
On ordinary shares		
Final dividend paid at - pence per share	-	25,000
	<u><u> </u></u>	<u><u> </u></u>

EXOTICAR LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2002 (CONT)

7. TANGIBLE FIXED ASSETS

	Land and buildings £	Fixtures and fittings £	Total £
Cost			
At 1 September 2001	127,192	10,505	137,697
Additions	-	1,969	1,969
Revaluations	-	-	-
Intra-group transfers	-	-	-
Disposals	-	-	-
At 31 August 2002	127,192	12,474	139,666
Depreciation			
At 1 September 2001	3,052	10,504	13,556
Charge for the year	2,544	394	2,938
Revaluations	-	-	-
Intra-group transfers	-	-	-
Elimination on disposals	-	-	-
At 31 August 2002	5,596	10,898	16,494
Net book value			
At 31 August 2002	121,596	1,576	123,172
At 31 August 2001	124,140	1	124,141

8. STOCKS

	2002 £	2001 £
Stocks	119,646	268,022

EXOTICAR LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2002 (CONT)

9. DEBTORS

	2002 £	2001 £
Other debtors	15,719	-

10. CREDITORS - AMOUNTS DUE WITHIN ONE YEAR

	2002 £	2001 £
Bank loans and overdrafts	32,173	30,667
Trade creditors	347	300
Corporation tax payable	-	15,732
Social security and other taxes	354	6,958
Accruals and deferred income	5,135	4,377
	38,009	58,034

EXOTICAR LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2002 (CONT)

11. CREDITORS - AMOUNTS DUE AFTER ONE YEAR

	2002 £	2001 £
Bank loans	93,518	80,967
Other loans	110,433	168,743
	<u>203,951</u>	<u>249,710</u>

Analysis of debt maturity

	2002 £	2001 £
Amounts payable:		
Within one year or on demand	32,173	30,667
Between one and two years	93,518	80,967
Between two and five years	-	-
In five years or more	-	-
	<u>125,691</u>	<u>111,634</u>

12. SHARE CAPITAL

	2002 £	2001 £
Authorised		
25,000 ordinary shares of £1 each	25,000	25,000
	<u> </u>	<u> </u>
Allotted, called up and fully paid		
25,000 ordinary shares of £1 each	25,000	25,000
	<u> </u>	<u> </u>

EXOTICAR LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 AUGUST 2002 (CONT)

13. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2002 £	2001 £
(Loss)/profit for the financial year	(68,433)	13,821
Dividends	-	(25,000)
Net addition to shareholders' funds	<u>(68,432)</u>	<u>(11,179)</u>
Opening shareholders' funds	87,191	98,370
Closing shareholders' funds	<u><u>18,759</u></u>	<u><u>87,191</u></u>