

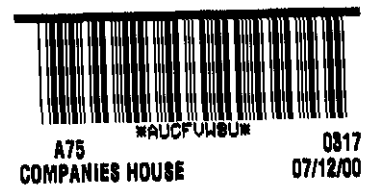
The Quality Moving Group Limited

Report and Abbreviated Financial Statements

Year Ended

30 June 2000

Company number: 3557921



BDO Stoy Hayward
Chartered Accountants

The Quality Moving Group Limited

Annual report and financial statements for the year ended 30 June 2000

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Directors

MA Fleet
MD Fleet
T Fleetwood

Secretary and registered office

MA Fleet, Foxhall Lodge, Gregory Boulevard, Nottingham, NG7 6LH

Company number

3557921

Auditors

BDO Stoy Hayward, Foxhall Lodge, Gregory Boulevard, Nottingham, NG7 6LH

Report of the auditors to The Quality Moving Group Limited under section 247B of the Companies Act 1985

We have examined the abbreviated financial statements on pages 3 to 7 together with the financial statements of the company for the year ended 30 June 2000 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

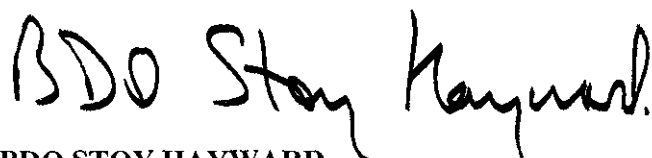
The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements 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 financial statements and that the abbreviated financial statements 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 full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985 and the abbreviated financial statements on pages 3 to 7 are properly prepared in accordance with those provisions.



BDO STOY HAYWARD
Chartered Accountants
and Registered Auditors
Nottingham

23 November 2000

The Quality Moving Group Limited

Balance sheet at 30 June 2000

	Note	30 June 2000 £	30 June 2000 £	30 June 1999 £	30 June 1999 £
Fixed assets					
Intangible assets	2		470,743		496,895
Tangible assets	3		578,188		686,411
			<u>1,048,931</u>		<u>1,183,306</u>
Current assets					
Stocks		11,607		23,605	
Debtors		312,027		319,023	
Cash at bank and in hand		116,704		29,752	
		<u>440,338</u>		<u>372,380</u>	
Creditors: amounts falling due within one year		<u>(538,960)</u>		<u>(542,574)</u>	
Net current liabilities			<u>(98,622)</u>		<u>(170,194)</u>
Total assets less current liabilities			<u>950,309</u>		<u>1,013,112</u>
Creditors: amounts falling due after more than one year	4	(805,737)		(967,949)	
Provision for liabilities and charges		<u>(32,000)</u>		<u>(34,260)</u>	
			<u>(837,737)</u>		<u>(1,002,209)</u>
			<u>112,572</u>		<u>10,903</u>
Capital and reserves					
Called up share capital	5		1,000		1,000
Profit and loss account			111,572		9,903
Equity shareholders' funds			<u>112,572</u>		<u>10,903</u>

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

The financial statements were approved by the Board on 23 November 2000

Director



The notes on pages 4 to 7 form part of these financial statements.

1 Accounting policies

The financial statements have been prepared under the historical cost convention. The following principal accounting policies have been applied:

Goodwill

Goodwill arising on an acquisition of a trade is the difference between the fair value of the consideration paid and the fair value of the assets and liabilities acquired. Positive goodwill is capitalised and amortised through the profit and loss account over the directors' estimate of its useful economic life being 20 years. Impairment tests on the carrying value of goodwill are undertaken:

- at the end of the first full financial year following acquisition;
- in other periods if events or changes in circumstances indicate that the carrying value may not be recoverable.

The profit or loss on disposal of a business includes any goodwill arising on acquisitions which was previously eliminated against reserves under the former company policy.

Turnover

Turnover represents sales to external customers at invoiced amounts less value added tax or local taxes on sales.

Depreciation

Depreciation is provided to write off the cost, less estimated residual values, of all tangible fixed assets over their expected useful lives. It is calculated at the following rates:

Motor vehicles	- 25% per annum reducing balance
Fixtures & fittings	- 25% per annum reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is based on the cost of purchase on a first in, first out basis. Net realisable value is based on estimated selling price less additional costs to completion and disposal.

Deferred taxation

Provision is made for timing differences between the treatment of certain items for taxation and accounting purposes to the extent that it is probable that a liability will crystallise.

The Quality Moving Group Limited

Notes forming part of the financial statements for the year ended 30 June 2000 (Continued)

1 Accounting policies (continued)

Leased assets

Where assets are financed by hire purchase agreements that give rights approximating to ownership ('finance leases'), the assets are treated as if they had been purchased outright. The amount capitalised is the cost of the asset before finance charges. The corresponding commitments are shown as amounts payable to the contractor. Depreciation on the relevant assets is charged to the profit and loss account.

Hire purchase payments are analysed between capital and interest components so that the interest element of the payment is charged to the profit and loss account over the period of the contract and represents a constant proportion of the balance of capital repayments outstanding. The capital part reduces the amounts payable to the contractor. All other leases are treated as operating leases. Their annual rentals are charged to the profit and loss account on a straight-line basis over the term of the lease.

Pensions

Contributions to the company's defined contribution pension scheme are charged to the profit and loss account in the year in which they become payable.

2 Intangible assets

	Total £
<i>Cost or valuation</i>	
At 1 July 1999 and 30 June 2000	523,047
<i>Amortisation</i>	
At 1 July 1999	26,152
Provided for the year	26,152
	52,304
<i>Net book value</i>	
At 30 June 2000	470,743
	496,895

The Quality Moving Group Limited

Notes forming part of the financial statements for the year ended 30 June 2000 (*Continued*)

3 Tangible fixed assets

	Total £
<i>Cost</i>	
At 1 July 1999	854,314
Additions	90,339
Disposals	(47,928)
At 30 June 2000	896,725
<i>Depreciation</i>	
At 1 July 1999	167,903
Provided for the year	171,601
Disposals	(20,967)
At 30 June 2000	318,537
<i>Net book value</i>	
At 30 June 2000	578,188
At 30 June 1999	686,411

4 Creditors: amounts falling due after more than one year

Hire purchase commitments of £102,285 (1999: £155,967) falling due within one year and £61,068 (1999: £124,371) falling due after more than one year are secured on certain of the company's fixed assets.

The borrowing arrangements provided to the company are secured by the directors (note 6).

5 Share capital

	Authorised	Allotted, called up and fully paid		
30 June 2000 £	30 June 1999 £	30 June 2000 £	30 June 1999 £	
Equity share capital				
Ordinary shares of £1 each	1,000,000	1,000,000	1,000	1,000

The Quality Moving Group Limited

Notes forming part of the financial statements for the year ended 30 June 2000 (*Continued*)

6 Related party disclosures

Transactions concerning directors

The borrowing arrangements provided to the company by National Westminster Bank Plc are secured by a 1st Legal Mortgage over 728 Liverpool Road, Ainsdale, limited to £985,095 given by MA Fleet, and a 1st Legal Mortgage over land lying to the South West of Ellis Ashton Street, Whiston, Knowsley, Merseyside, limited to £985,095 given by MA and MD Fleet. MA and MD Fleet are both directors of the company.