

Registered number
03722321

CAPITAL AUTOBODY LIMITED

Report and Accounts

For the year ended 31 July 2002



CAPITAL AUTOBODY LIMITED
Report and accounts
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The following do not form part of the statutory accounts

Detailed profit and loss account	10 - 12
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CAPITAL AUTOBODY LIMITED
Company Information

Directors

Mr M Georgiou
Mr N Georgiou

Secretary

Mr N Georgiou

Auditors

Jeff Lerner & Associates
1 Oakwood Parade
London
N14 4HY

Reporting Accountants

M Adams & Associates
Southgate Office Village
286c Chase Road
Southgate
London
N14 6HF

Registered Office

Southgate Office Village
286c Chase Road
Southgate
London
N14 6HF

Registered number

03722321

CAPITAL AUTOBODY LIMITED

Directors' Report

The directors present their report and accounts for the year ended 31 July 2002.

Principal activities

The company's principal activity during the year continued to be that of specialist car body repairers.

Directors

The directors who served during the year and their interests in the share capital of the company were as follows:

	£1 Ordinary shares	
	2002	2001
Mr M Georgiou	50	50
Mr N Georgiou	50	50

Directors' responsibilities

Company law requires the directors to prepare accounts 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 for that period. In preparing those accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for maintaining 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 accounts 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.

Auditors

A resolution to reappoint Jeff Lerner & Associates as auditors will be put to the members at the Annual General Meeting.

Small company special provisions

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

This report was approved by the board on 30 May 2003 and signed on its behalf by



Mr N Georgiou
Director

CAPITAL AUTOBODY LIMITED

Independent auditors' report to the shareholders of CAPITAL AUTOBODY LIMITED

We have audited the accounts of Capital Autobody Limited for the year ended 31 July 2002 which comprise pages 5 to 8. These accounts have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the accounts in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the accounts in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the accounts give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the accounts, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

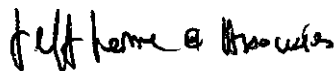
Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, 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 accounts 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 accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31 July 2002 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Jeff Lermer & Associates
Chartered Accountants And Registered Auditors
1 Oakwood Parade
London
N14 4HY

30 May 2003

CAPITAL AUTOBODY LIMITED
Profit and Loss Account
For the year ended 31 July 2002

	Notes	2002 £	2001 £
Turnover		1,131,701	986,295
Cost of sales		(522,705)	(466,619)
Gross profit		<u>608,996</u>	<u>519,676</u>
Administrative expenses		(498,561)	(423,481)
Operating profit	2	<u>110,435</u>	<u>96,195</u>
Interest receivable		3,938	2,625
Interest payable		(24)	-
Profit on ordinary activities before taxation		<u>114,349</u>	<u>98,820</u>
Tax on profit on ordinary activities	3	(19,471)	(19,821)
Profit for the financial year		<u>94,878</u>	<u>78,999</u>
Dividends		(20,000)	(20,000)
Retained profit for the financial year	9	<u><u>74,878</u></u>	<u><u>58,999</u></u>

CAPITAL AUTOBODY LIMITED
Balance Sheet
as at 31 July 2002

	Notes	2002 £	2001 £
Fixed assets			
Tangible assets	4	147,913	17,533
Current assets			
Stocks		26,450	28,650
Debtors	5	162,826	115,579
Cash at bank and in hand		190,298	142,668
		<u>379,574</u>	<u>286,897</u>
Creditors: amounts falling due within one year	6	(279,249)	(171,549)
Net current assets		<u>100,325</u>	<u>115,348</u>
Total assets less current liabilities		<u>248,238</u>	<u>132,881</u>
Creditors: amounts falling due after more than one year	7	(40,479)	-
Net assets		<u><u>207,759</u></u>	<u><u>132,881</u></u>
Capital and reserves			
Called up share capital	8	100	100
Profit and loss account	9	207,659	132,781
Shareholders' funds		<u><u>207,759</u></u>	<u><u>132,881</u></u>

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

Approved by the board on 30 May 2003 and signed on its behalf by:

Mr M Georgiou
Director

CAPITAL AUTOBODY LIMITED
Notes to the Accounts
For the year ended 31 July 2002

1 Accounting policies

Accounting convention

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

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

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Plant, equipment, office equipment, fixture and fittings	20% straight line
Motor vehicles	25% straight line

Stocks

Stock is valued at the lower of cost and net realisable value.

Leasing and hire purchase commitments

Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

2 Operating profit

2002	2001
£	£

This is stated after charging:

Depreciation of owned fixed assets	35,417	5,379
Directors' remuneration	42,000	38,640
Auditors' remuneration	1,200	-
	<u>78,617</u>	<u>44,019</u>

CAPITAL AUTOBODY LIMITED
Notes to the Accounts
For the year ended 31 July 2002

3 Taxation	2002	2001
	£	£
Analysis of charge in period		
Current tax:		
UK corporation tax on profits of the period	19,471	19,821
	<u>19,471</u>	<u>19,821</u>
Tax on profit on ordinary activities	<u>19,471</u>	<u>19,821</u>

4 Tangible fixed assets	Plant and machinery	Motor vehicles	Total
	£	£	£
Cost			
At 1 August 2001	23,020	3,100	26,120
Additions	48,226	117,571	165,797
At 31 July 2002	<u>71,246</u>	<u>120,671</u>	<u>191,917</u>
Depreciation			
At 1 August 2001	7,812	775	8,587
Charge for the year	5,249	30,168	35,417
At 31 July 2002	<u>13,061</u>	<u>30,943</u>	<u>44,004</u>
Net book value			
At 31 July 2002	<u>58,185</u>	<u>89,728</u>	<u>147,913</u>
At 31 July 2001	<u>15,208</u>	<u>2,325</u>	<u>17,533</u>

The above analysis includes motor vehicles capitalised in respect of finance leases, with a net book value of £88,178 (£nil in 2001). Depreciation charges in the year in respect of these assets is £29,393 (£nil in 2001).

5 Debtors	2002	2001
	£	£
Trade debtors	152,660	105,413
Prepayments	10,166	10,166
	<u>162,826</u>	<u>115,579</u>

CAPITAL AUTOBODY LIMITED
Notes to the Accounts
For the year ended 31 July 2002

6 Creditors: amounts falling due within one year	2002	2001
	£	£
Bank loans and overdrafts	3,908	1,718
Obligations under finance lease and hire purchase contracts	43,249	-
Trade creditors	78,073	91,950
Corporation tax	39,253	19,782
Other taxes and social security costs	28,787	18,220
Proposed dividends	20,000	20,000
Other creditors and accruals	65,979	19,879
	<u>279,249</u>	<u>171,549</u>

7 Creditors: amounts falling due after one year	2002	2001
	£	£
Obligations under finance lease and hire purchase contracts	<u>40,479</u>	<u>-</u>

8 Share capital	2002	2001
	£	£
Authorised: Ordinary shares of £1 each	<u>100</u>	<u>100</u>

	2002	2001	2002	2001
	No	No	£	£
Allotted, called up and fully paid: Ordinary shares of £1 each	100	100	<u>100</u>	<u>100</u>

9 Profit and loss account	2002	2001
	£	£
At 1 August	132,781	73,782
Retained profit	74,878	58,999
	<u>207,659</u>	<u>132,781</u>
At 31 July		

10 Related parties

During the year the company paid management charges totalling £12,170 (2001- £4,066) to CMG Investments Ltd. Mr M Georgiou is a director of CMG Investments Ltd.

During the year Mr N Georgiou, a director of Capital Autobody Ltd, received jointly with his spouse, £45,000 in rent (2001- £45,000).

CAPITAL AUTOBODY LIMITED
Notes to the Accounts
For the year ended 31 July 2002

11 Ultimate controlling party

M Georgiou and N Georgiou control the company by virtue of the fact that they jointly own 100% of the issued share capital of the company.