

Registration number 4401421

Auto Insulations Limited

Abbreviated accounts

for the period ended 31 July 2003

KAW
Knight Arnold Wall
CHARTERED ACCOUNTANTS
5 STATION ROAD, PINCKLEY, LEICESTERSHIRE LE10 1AW
TEL: 01455 200331 FAX: 01455 619262



Independent auditors' report to Auto Insulations Limited under Section 247B of the Companies Act 1985

We have examined the abbreviated accounts set out on pages 2 to 4 together with the financial statements of Auto Insulations Limited for the period ended 31 July 2003 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing 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 of companies 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 considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts 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.

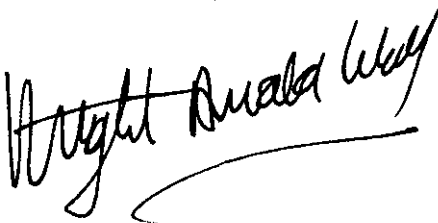
Opinion

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 in respect of the period ended 31 July 2003, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

**Knight Arnold Wall
Chartered Accountants and
Registered Auditor**

20 November 2003

**5 Station Road
Hinckley
Leicestershire
LE10 1AW**

A handwritten signature in black ink, appearing to read 'Knight Arnold Wall', with a long horizontal flourish underneath.

Auto Insulations Limited

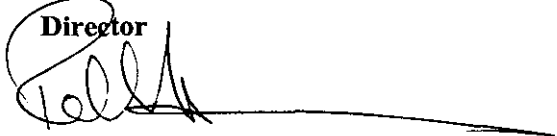
Abbreviated balance sheet as at 31 July 2003

	Notes	2003 £	£
Fixed assets			
Tangible assets	2		1,718,635
Current assets			
Debtors		57,130	
Cash at bank and in hand		6,803	
		<u>63,933</u>	
Creditors: amounts falling due within one year		<u>(1,674,276)</u>	
Net current liabilities			<u>(1,610,343)</u>
Total assets less current liabilities			108,292
Creditors: amounts falling due after more than one year			(45,827)
Provisions for liabilities and charges			<u>(62,800)</u>
Deficiency of assets			<u>(335)</u>
Capital and reserves			
Called up share capital	3		100
Profit and loss account			<u>(435)</u>
Shareholders' funds			<u>(335)</u>

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

The abbreviated accounts were approved by the Board on 20 November 2003 and signed on its behalf by

R C Harris
Director



The notes on pages 3 to 4 form an integral part of these financial statements.

Auto Insulations Limited

Notes to the abbreviated financial statements for the period ended 31 July 2003

1. Accounting policies

Accounting convention

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

Turnover

Turnover comprises property rental and plant and machinery rental income. The amount included represents amounts receivable for the year on an accruals basis excluding value added tax.

Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Buildings	-	1% reducing balance
Plant and machinery	-	12.5% reducing balance

Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations outstanding in each period.

Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes.

Auto Insulations Limited

Notes to the abbreviated financial statements for the period ended 31 July 2003

		Tangible fixed assets £
2. Fixed assets		
Cost		
Additions		1,793,000
At 31 July 2003		<u>1,793,000</u>
Depreciation		
Charge for period		74,365
At 31 July 2003		<u>74,365</u>
Net book value		
At 31 July 2003		<u><u>1,718,635</u></u>
3. Share capital		2003 £
Authorised		
1,000 Ordinary shares of £1 each		<u><u>1,000</u></u>
Allotted, called up and fully paid		
100 Ordinary shares of £1 each		<u><u>100</u></u>

In order to incorporate the company, one Ordinary share was issued at par. A further 99 shares were issued on 5 September 2002 ranking parri passu in all respects.

4. Ultimate parent undertaking

The company's ultimate parent undertaking is Automotive Acoustics Group Limited, a company registered in England.