

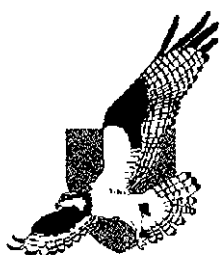
REGISTERED NUMBER:
SC57921

CAMERON MOTORS (PERTH) LIMITED

FINANCIAL STATEMENTS

31 MAY 1996

Friend & Co., CHARTERED ACCOUNTANTS



CAMERON
G R O U P



CAMERON MOTORS (PERTH) LIMITED

FINANCIAL STATEMENTS

31 MAY 1996

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CAMERON MOTORS (PERTH) LIMITED

DIRECTORS' REPORT

The directors present their report together with the audited financial statements of the company for the year ended 31 May 1996.

PRINCIPAL ACTIVITIES

The principal activities of the company continue to be the buying and selling of new and used motor vehicles, the supply of spare parts and vehicle servicing associated with its Volkswagen and Audi franchises.

TRADING RESULTS AND REVIEW OF THE BUSINESS

The profit for the year after taxation was £69,370 (1995 - £63,704). The directors do not propose the payment of a dividend and this amount has been transferred to reserves.

DIRECTORS AND THEIR INTERESTS

The directors who held office throughout the year were as follows:

I D Cameron
M Cameron
C A Stewart
W D Anderson

None of the directors held any interest in the shares of the company during the year.

The interests of the directors in the shares of the parent company, Ian H Cameron Limited, are shown in the financial statements of that company.

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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the 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.

CAMERON MOTORS (PERTH) LIMITED

DIRECTORS' REPORT (continued)

FIXED ASSETS

Changes in tangible fixed assets during the year are set out in note 5 to the financial statements.

AUDITORS

A resolution to re-appoint Friend & Co as auditors will be proposed at the forthcoming Annual General Meeting.

This report was approved by the board on 10 October 1996.

Signed on behalf of the directors:

A handwritten signature in dark ink, appearing to read 'I D Cameron', followed by a long horizontal line extending to the right.

I D CAMERON
Chairman

AUDITORS' REPORT TO THE SHAREHOLDERS OF
CAMERON MOTORS (PERTH) LIMITED

We have audited the financial statements on pages 4 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1, 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 May 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Friend & Co.

FRIEND & CO
Chartered Accountants and Registered Auditors

The Square
6 Vine Terrace
High Street
Harborne
Birmingham
B17 9PU

10 October 1996

CAMERON MOTORS (PERTH) LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MAY 1996

	<u>Notes</u>	<u>1996</u> £	<u>1995</u> £
TURNOVER	1	11,993,298	9,592,095
Cost of sales		10,868,806	8,581,023
GROSS PROFIT		1,124,492	1,011,072
Other income		(294,499)	(301,317)
Administrative expenses		1,346,208	1,252,421
Operating profit		72,783	59,968
Interest receivable		(26,608)	(28,293)
Interest payable	2	233	98
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	99,158	88,163
Taxation	4	29,788	24,459
PROFIT FOR THE FINANCIAL YEAR		69,370	63,704
BALANCE BROUGHT FORWARD		1,858,222	1,794,518
BALANCE CARRIED FORWARD		<u>£1,927,592</u>	<u>£1,858,222</u>

None of the company's activities were acquired or discontinued during the above two financial years.

The company has no recognised gains or losses other than the profit or loss for the above two financial years.

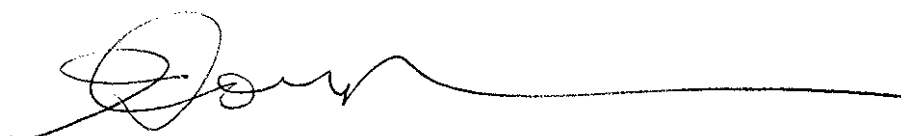
The notes on pages 6 to 10 form part of these financial statements.

CAMERON MOTORS (PERTH) LIMITED

BALANCE SHEET AT 31 MAY 1996

	<u>Notes</u>	£	<u>1996</u> £	<u>1995</u> £
FIXED ASSETS				
Tangible assets	5		581,212	619,501
CURRENT ASSETS				
Stocks held for resale	6	1,754,768		1,257,300
Debtors	7	1,671,835		1,568,434
Cash at bank and in hand		558,858		667,356
		3,985,461		3,493,090
CREDITORS: amounts falling due within one year	8	2,565,188		2,180,234
NET CURRENT ASSETS			1,420,273	1,312,856
TOTAL ASSETS LESS CURRENT LIABILITIES			2,001,485	1,932,357
PROVISIONS FOR LIABILITIES AND CHARGES				
Deferred taxation	9		53,893	54,135
			£1,947,592	£1,878,222
CAPITAL AND RESERVES				
Called up share capital	10		20,000	20,000
Profit and loss account			1,927,592	1,858,222
	11		£1,947,592	£1,878,222

These financial statements were approved by the board of directors on 10 October 1996 and signed on its behalf.



I D CAMERON, Director

The notes on pages 6 to 10 form part of these financial statements.

CAMERON MOTORS (PERTH) LIMITED

NOTES TO THE FINANCIAL STATEMENTS -- 31 MAY 1996

1. ACCOUNTING POLICIES

The financial statements are prepared under the historical cost convention and are in accordance with applicable accounting standards.

The principal accounting policies of the company have remained unchanged from the previous year and are set out below.

a) Turnover

Turnover comprises income from sales and work done, excluding value added tax.

b) Tangible fixed assets

Depreciation is calculated, on an annual basis, so as to write off the cost of tangible fixed assets over their expected useful lives, as follows:

Property improvements	2% straight line
Plant and equipment	15% reducing balance
Fixtures and fittings	10% reducing balance
Computer equipment	25% straight line
Motor vehicles	33% straight line.

c) Stocks

Stocks are stated at the lower of cost and net realisable value. In accordance with Financial Reporting Standard No 5 stocks include vehicles on consignment from the manufacturer.

d) Deferred taxation

Deferred taxation is provided, using the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for taxation purposes. Provision is made only where there is a reasonable probability that such tax will become payable in the foreseeable future.

e) Pensions

The company operates a pension scheme providing benefits based on defined contributions. The assets of the scheme are held separately from those of the company, being invested with insurance companies. Contributions to the scheme are charged to the profit and loss account as incurred.

2. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

Profit on ordinary activities before taxation is stated after charging:

	<u>1996</u> £	<u>1995</u> £
Depreciation of fixed assets	68,083	53,254
Auditors' remuneration	5,000	5,000
Bank interest payable	233	98
	=====	=====

CAMERON MOTORS (PERTH) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

3. DIRECTORS AND EMPLOYEES

	<u>1996</u> £	<u>1995</u> £
Directors' emoluments:		
Fees	314,000	294,000
Other emoluments (including pension contributions)	73,439	69,974
	<u>£387,439</u>	<u>£363,974</u>
	<u>1996</u> £	<u>1995</u> £
Directors' emoluments (excluding pension contributions):		
Chairman and highest paid director	<u>£297,000</u>	<u>£277,000</u>

The emoluments (excluding pension contributions) of the other directors fell within the following ranges:

	<u>1996</u> Number	<u>1995</u> Number
£ Nil - £ 5,000	1	1
£20,001 - £25,000	1	1
£55,001 - £60,000	-	1
£60,001 - £65,000	1	-
	<u>===</u>	<u>===</u>

	<u>1996</u> £	<u>1995</u> £
Staff costs comprise:		
Wages and salaries	970,307	914,868
Social security costs	91,890	86,086
Other pension costs	13,463	11,431
	<u>£1,075,660</u>	<u>£1,012,385</u>

The average weekly number of employees (including directors) during the year was 52 (1995 - 46).

4. TAXATION

	<u>1996</u> £	<u>1995</u> £
UK corporation tax based on the profit for the year at 29.2% (1995 - 25.2%)	30,888	19,379
Adjustment in respect of previous year	(858)	(63)
Deferred taxation (credit)/charge	(242)	5,143
	<u>£29,788</u>	<u>£24,459</u>

CAMERON MOTORS (PERTH) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

5. TANGIBLE FIXED ASSETS

	Property improve- ments £	Plant and equipment £	Fixtures and fittings £	Computer equipment £	Motor vehicles £	Total £
COST						
At 1 June 1995	452,258	159,351	114,437	78,679	79,610	884,335
Additions	-	4,000	1,165	2,795	72,583	80,543
Disposals	-	-	-	-	(77,405)	(77,405)
At 31 May 1996	452,258	163,351	115,602	81,474	74,788	887,473
ACCUMULATED DEPRECIATION						
At 1 June 1995	74,195	98,366	57,671	5,443	29,159	264,834
Charge for the year	9,045	9,398	5,749	20,256	23,635	68,083
Disposals	-	-	-	-	(26,656)	(26,656)
At 31 May 1996	83,240	107,764	63,420	25,699	26,138	306,261
NET BOOK VALUE						
At 31 May 1996	£369,018	£55,587	£52,182	£55,775	£48,650	£581,212
At 31 May 1995	£378,063	£60,985	£56,766	£73,236	£50,451	£619,501

The property improvements relate to buildings erected on land owned by the parent company, Ian H Cameron Limited.

6. STOCKS

	1996 £	1995 £
New vehicles	278,766	223,118
Used vehicles	871,018	472,806
Parts	140,444	154,869
Oils and consumables	8,000	10,480
Work in progress	3,671	3,348
Consignment vehicles	452,869	392,679
	£1,754,768	£1,257,300

CAMERON MOTORS (PERTH) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

7. DEBTORS

	<u>1996</u>	<u>1995</u>
	£	£
Amounts falling due within one year:		
Trade debtors	430,021	386,880
Amounts owed by group undertakings	1,203,139	1,133,753
Prepayments and accrued income	38,675	47,801
	<u>£1,671,835</u>	<u>£1,568,434</u>

8. CREDITORS: amounts falling due within one year

	<u>1996</u>	<u>1995</u>
	£	£
Trade creditors	486,082	336,665
Amounts owed to group undertakings	805,172	812,538
Corporation tax	30,888	19,379
Other taxes and social security costs	120,357	51,192
Directors' current accounts	261,309	473,841
Accruals	408,511	25,538
Consignment stock creditor	452,869	461,081
	<u>£2,565,188</u>	<u>£2,180,234</u>

9. DEFERRED TAXATION

Full provision has been made at 33% for the potential taxation arising in respect of:

	<u>1996</u>	<u>1995</u>
	£	£
Capital allowances in advance of depreciation	53,371	53,415
Other timing differences	522	720
	<u>£53,893</u>	<u>£54,135</u>

Movement in provision during the year:

At 1 June 1995	54,135
Credit for the year	(242)
At 31 May 1996	<u>£53,893</u>

CAMERON MOTORS (PERTH) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

10. CALLED UP SHARE CAPITAL

	<u>1996</u>	<u>1995</u>
Authorised, issued and fully paid ordinary shares of £1 each	<u>£20,000</u>	<u>£20,000</u>

11. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	<u>1996</u> £	<u>1995</u> £
Profit for the financial year	69,370	63,704
Opening shareholders' funds	<u>1,878,222</u>	<u>1,814,518</u>
Closing shareholders' funds	<u>£1,947,592</u>	<u>£1,878,222</u>

12. PENSION COSTS

The company operates a defined contribution scheme. The assets are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £13,463 (1995 - £11,431). No amounts were payable at the year end.

13. PARENT COMPANY

The company is a wholly owned subsidiary of Ian H Cameron Limited, a company registered in Scotland.

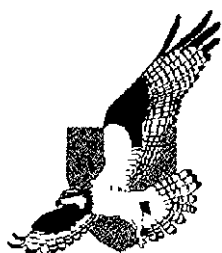
REGISTERED NUMBER:
SC157397

CAMERONS (TAYSIDE) LIMITED

FINANCIAL STATEMENTS

31 MAY 1996

Friend & Co., CHARTERED ACCOUNTANTS



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CAMERONS (TAYSIDE) LIMITED

FINANCIAL STATEMENTS

31 MAY 1996

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CAMERONS (TAYSIDE) LIMITED

DIRECTORS' REPORT

The directors present their report together with the audited financial statements of the company for the year ended 31 May 1996.

PRINCIPAL ACTIVITIES

The company commenced trading on 17 June 1995. Its principal activities are the buying and selling of new and used motor vehicles, the supply of spare parts and vehicle servicing associated with its Citroën franchise.

TRADING RESULTS AND REVIEW OF THE BUSINESS

The profit for the year after taxation was £53,066. The directors do not propose the payment of a dividend and, accordingly, this amount has been transferred to reserves.

DIRECTORS AND THEIR INTERESTS

The directors who held office throughout the year were as follows:

I D Cameron
C A Stewart
W D Anderson

None of the directors held any interests in the shares of the company during the year.

The interests of the directors in the shares of the parent company, Ian H Cameron Limited, are shown in the financial statements of that company.

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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the 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.

CAMERONS (TAYSIDE) LIMITED

DIRECTORS' REPORT (continued)

FIXED ASSETS

Changes in tangible fixed assets during the period are summarised in note 5 to the financial statements.

AUDITORS

A resolution to re-appoint Friend & Co as auditors will be proposed at the forthcoming Annual General Meeting.

This report was approved by the board on 10 October 1996.

Signed on behalf of the directors:

A handwritten signature in dark ink, appearing to read 'I D Cameron', followed by a long horizontal line extending to the right.

I D CAMERON
Chairman

AUDITORS' REPORT TO THE SHAREHOLDERS OF
CAMERONS (TAYSIDE) LIMITED

We have audited the financial statements on pages 4 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1, 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 May 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Friend & Co.

FRIEND & CO
Chartered Accountants and Registered Auditors

The Square
6 Vine Terrace
High Street
Harborne
Birmingham
B17 9PU

10 October 1996

CAMERONS (TAYSIDE) LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MAY 1996

	<u>Notes</u>	<u>1996</u> £
TURNOVER	1	4,063,196
Cost of sales		3,747,498
GROSS PROFIT		315,698
Other income		(130,597)
Administrative expenses		365,056
OPERATING PROFIT		81,239
Interest payable	2	5,777
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	75,462
Taxation	4	22,396
PROFIT FOR THE FINANCIAL YEAR		53,066
BALANCE BROUGHT FORWARD		-
BALANCE CARRIED FORWARD		£53,066
		=====

None of the company's activities were acquired or discontinued during the above two financial years.

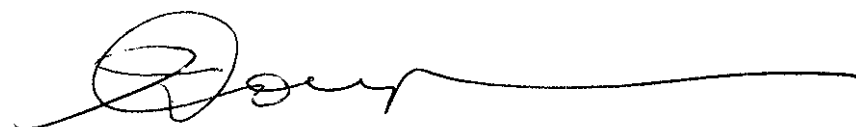
The company has no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 6 to 10 form part of these financial statements.

CAMERONS (TAYSIDE) LIMITED
BALANCE SHEET AT 31 MAY 1996

	<u>Notes</u>	£	<u>1996</u> £	<u>1995</u> £
FIXED ASSETS				
Tangible assets	5		486,401	310,076
CURRENT ASSETS				
Stocks held for resale	6	717,553		36,212
Debtors	7	128,151		2,915
Cash at bank and in hand		55,440		-
		901,144		39,127
CREDITORS: amounts falling due within one year	8	1,327,177		349,201
NET CURRENT LIABILITIES			(426,033)	(310,074)
TOTAL ASSETS LESS CURRENT LIABILITIES			60,368	2
PROVISIONS FOR LIABILITIES AND CHARGES				
Deferred taxation	9		7,300	-
			£53,068	£2
CAPITAL AND RESERVES				
Called up share capital	10		2	2
Profit and loss account			53,066	-
	11		£53,068	£2

These financial statements were approved by the board of directors on 10 October 1996 and signed on its behalf.



I D CAMERON, Director

The notes on page 6 to 10 form part of these financial statements.

CAMERONS (TAYSIDE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS -- 31 MAY 1996

1. ACCOUNTING POLICIES

The financial statements are prepared under the historical cost convention and are in accordance with applicable accounting standards.

The principal accounting policies of the company are set out below.

a) Turnover

Turnover comprises income from sales and work done, excluding value added tax.

b) Tangible fixed assets

Depreciation is calculated, on an annual basis, so as to write off the cost of tangible fixed assets over their expected useful lives, as follows:

Property improvements	2% straight line
Fixtures and fittings	10% reducing balance
Computer equipment	25% straight line.

c) Stocks

Stocks are calculated at the lower of cost and net realisable value. In accordance with Financial Reporting Standard No 5 stocks include vehicles on consignment from the manufacturer.

d) Deferred taxation

Deferred taxation is provided, using the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for taxation purposes. Provision is made only where there is a reasonable probability that such tax will become payable in the foreseeable future.

e) Pensions

The company operates a pension scheme providing benefits based on defined contributions. The assets of the scheme are held separately from those of the company, being invested with insurance companies. Contributions to the scheme are charged to the profit and loss account as incurred.

CAMERONS (TAYSIDE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

2. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

Profit on ordinary activities before taxation is stated after charging:

	<u>1996</u> £
Depreciation of fixed assets	18,079
Auditors' remuneration	9,500
Bank interest payable	906
Other interest payable	4,871
	<u> </u>

3. DIRECTORS AND EMPLOYEES

	<u>1996</u> £
Directors' emoluments:	
Salary	10,000
Other emoluments (including pension contributions)	-
	<u> </u>
	£10,000
	<u> </u>

Directors' emoluments (excluding pension contributions):
Chairman

<u>1996</u> £
-
<u> </u>

Highest paid director

£10,000
<u> </u>

The emoluments (excluding pension contributions) of the other directors fell within the following ranges:

	<u>1996</u> <u>Number</u>
£ Nil - £5,000	1
	<u> </u>

Staff costs comprise:
Wages and salaries
Social security costs
Other pension costs

<u>1996</u> £
215,130
19,187
1,369
<u> </u>
£235,686
<u> </u>

The average weekly number of employees (including directors) during the year was 22.

CAMERONS (TAYSIDE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS – (continued)

4. TAXATION

	<u>1996</u>
	£
UK corporation tax based on the profit for the year at 25.2%	15,096
Deferred taxation	7,300
	<u>£22,396</u>

5. TANGIBLE FIXED ASSETS

	<u>Long leasehold property improvements</u> £	<u>Computer equipment</u> £	<u>Fixtures and fittings</u> £	<u>Total</u> £
COST				
At 1 June 1995	268,335	-	41,741	310,076
Additions	142,707	3,800	59,755	206,262
Disposals	(11,858)	-	-	(11,858)
	<u>399,184</u>	<u>3,800</u>	<u>101,496</u>	<u>504,480</u>
At 31 May 1996				
	<u>399,184</u>	<u>3,800</u>	<u>101,496</u>	<u>504,480</u>
ACCUMULATED DEPRECIATION				
At 1 June 1995	-	-	-	-
Charge for the year	7,768	869	9,442	18,079
	<u>7,768</u>	<u>869</u>	<u>9,442</u>	<u>18,079</u>
At 31 May 1996				
	<u>7,768</u>	<u>869</u>	<u>9,442</u>	<u>18,079</u>
NET BOOK VALUE				
At 31 May 1996	£391,416	£2,931	£92,054	£486,401
	<u>£391,416</u>	<u>£2,931</u>	<u>£92,054</u>	<u>£486,401</u>
At 31 May 1995				
	<u>£268,335</u>	<u>£ -</u>	<u>£41,741</u>	<u>£310,076</u>

The property improvements relate to buildings erected on land owned by the parent company, Ian H Cameron Limited which have been carried out.

CAMERONS (TAYSIDE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

6. STOCKS

	<u>1996</u> £	<u>1995</u> £
New vehicles	5,032	-
Used vehicles	265,722	34,332
Parts	33,530	-
Oils and consumables	528	1,880
Work in progress	6,500	-
Consignment vehicles	406,241	-
	<u>£717,553</u>	<u>£36,212</u>

7. DEBTORS

	<u>1996</u> £	<u>1995</u> £
Amounts falling due within one year:		
Trade debtors	118,054	-
Other debtors	810	-
Prepayments and accrued income	9,287	2,915
	<u>£128,151</u>	<u>£2,915</u>

8. CREDITORS: amounts falling due within one year

	<u>1996</u> £	<u>1995</u> £
Trade creditors	153,889	-
Amounts owed to group undertakings	680,053	349,201
Corporation tax	15,096	-
Other taxes and social security costs	47,578	-
Other creditors	5,622	-
Accruals	18,698	-
Consignment stock creditor	406,241	-
	<u>£1,327,177</u>	<u>£349,201</u>

CAMERONS (TAYSIDE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

9. DEFERRED TAXATION

Full provision has been made at 33% for the potential taxation arising in respect of:

	<u>1996</u>
Capital allowances in advance of depreciation	£7,300 =====
Movement in provision during the year:	£
At 1 June 1995	-
Provided during the year	7,300 -----
At 31 May 1996	£7,300 =====

10. CALLED UP SHARE CAPITAL

	<u>1996</u>	<u>1995</u>
Authorised Ordinary shares of £1 each:	£15,000 =====	£15,000 =====
Issued and fully paid	£2 ==	£2 ==

11. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	<u>1996</u> £	<u>1995</u> £
Profit for the financial year	53,066	-
Opening shareholders' funds	2	-
Issue of shares	-	2
	-----	-----
Closing shareholders' funds	£53,068 =====	£2 ==

12. PENSION COSTS

The company operates a defined contribution scheme. The assets are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £1,369. No amounts were payable at the year end.

13. PARENT COMPANY

The company is a wholly owned subsidiary of Ian H Cameron Limited, a company registered in Scotland.

REGISTERED NUMBER:
SC60115

INVERALMOND MOTORS LIMITED

FINANCIAL STATEMENTS

31 MAY 1996

Friend & Co., CHARTERED ACCOUNTANTS



CAMERON
G R O U P



INVERALMOND MOTORS LIMITED

FINANCIAL STATEMENTS

31 MAY 1996

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INVERALMOND MOTORS LIMITED

DIRECTORS' REPORT

The directors present their report together with the audited financial statements of the company for the year ended 31 May 1996.

PRINCIPAL ACTIVITIES

The principal activities of the company continue to be the buying and selling of new and used motor vehicles, the supply of spare parts and vehicle servicing associated with its Renault franchise.

TRADING RESULTS AND REVIEW OF THE BUSINESS

The profit for the year after taxation was £46,985 (1995 - £66,476). The directors do not propose the payment of a dividend and, accordingly, this amount has been transferred to reserves.

DIRECTORS AND THEIR INTERESTS

The directors who held office throughout the year were as follows:

I D Cameron
M Cameron
C A Stewart
W D Anderson

None of the directors held any interest in the shares of the company during the year.

The interests of the directors in the shares of the parent company, Ian H Cameron Limited, are shown in the financial statements of that company.

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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the 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.

FIXED ASSETS

Changes in tangible fixed assets during the year are summarised in note 5 to the financial statements.

INVERALMOND MOTORS LIMITED

DIRECTORS' REPORT (continued)

AUDITORS

A resolution to re-appoint Friend & Co as auditors will be proposed at the forthcoming Annual General Meeting.

This report was approved by the board on 10 October 1996.

Signed on behalf of the directors:

A handwritten signature in dark ink, appearing to read 'I D Cameron', followed by a long horizontal line extending to the right.

I D CAMERON
Chairman

AUDITORS' REPORT TO THE SHAREHOLDERS OF
INVERALMOND MOTORS LIMITED

We have audited the financial statements on pages 4 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1, 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 May 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Friend & Co.

FRIEND & CO
Chartered Accountants and Registered Auditors

The Square
6 Vine Terrace
High Street
Harborne
Birmingham
B17 9PU

10 October 1996

INVERALMOND MOTORS LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MAY 1996

	<u>Notes</u>	<u>1996</u> £	<u>1995</u> £
TURNOVER	1	5,279,909	5,262,663
Cost of sales		4,734,557	4,736,886
GROSS PROFIT		545,352	525,777
Other income		(164,890)	(160,696)
Administrative expenses		683,148	637,829
Operating profit		27,094	48,644
Interest receivable		(36,549)	(42,996)
Interest payable	2	22	222
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	63,621	91,418
Taxation	4	16,636	24,942
PROFIT FOR THE FINANCIAL YEAR		46,985	66,476
BALANCE BROUGHT FORWARD		1,146,537	1,080,061
BALANCE CARRIED FORWARD		<u>£1,193,522</u>	<u>£1,146,537</u>

None of the company's activities were acquired or discontinued during the above two financial years.

The company has no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 6 to 10 form part of these financial statements.

INVERALMOND MOTORS LIMITED

BALANCE SHEET AT 31 MAY 1996

	<u>Notes</u>	<u>£</u>	<u>1996</u> <u>£</u>	<u>1995</u> <u>£</u>
FIXED ASSETS				
Tangible assets	5		132,761	135,975
CURRENT ASSETS				
Stocks held for resale	6	1,002,016		768,716
Debtors	7	798,033		585,239
Cash at bank and in hand		637,678		811,275
		<u>2,437,727</u>		<u>2,165,230</u>
CREDITORS: amounts falling due within one year	8	<u>1,343,666</u>		<u>1,121,608</u>
NET CURRENT ASSETS			<u>1,094,061</u>	<u>1,043,622</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,226,822</u>	<u>1,179,597</u>
PROVISIONS FOR LIABILITIES AND CHARGES				
Deferred taxation	9		<u>18,300</u>	<u>18,060</u>
			<u>£1,208,522</u>	<u>£1,161,537</u>
CAPITAL AND RESERVES				
Called up share capital	10		15,000	15,000
Profit and loss account			<u>1,193,522</u>	<u>1,146,537</u>
	11		<u>£1,208,522</u>	<u>£1,161,537</u>

These financial statements were approved by the board of directors on 10 October 1996 and signed on its behalf.



I D CAMERON, Director

The notes on pages 6 to 10 form part of these financial statements.

INVERALMOND MOTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS -- 31 MAY 1996

1. ACCOUNTING POLICIES

The financial statements are prepared under the historical cost convention and are in accordance with applicable accounting standards.

The principal accounting policies of the company have remained unchanged from the previous year and are set out below.

a) Turnover

Turnover comprises income from sales and work done, excluding value added tax.

b) Tangible fixed assets

Depreciation is calculated, on an annual basis, so as to write off the cost of tangible fixed assets over their expected useful lives, as follows:

Property improvements	2% straight line
Plant and equipment	15% reducing balance
Fixtures and fittings	10% reducing balance
Computer equipment	25% straight line
Motor vehicles	33% straight line.

c) Stocks

Stocks are stated at the lower of cost and net realisable value. In accordance with Financial Reporting Standard No 5 stocks include vehicles on consignment from the manufacturer.

d) Deferred taxation

Deferred taxation is provided, using the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for taxation purposes. Provision is made only where there is a reasonable probability that such tax will become payable in the foreseeable future.

e) Pensions

The company operates a pension scheme providing benefits based on defined contributions. The assets of the scheme are held separately from those of the company, being invested with insurance companies. Contributions to the scheme are charged to the profit and loss account as incurred.

INVERALMOND MOTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

2. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

Profit on ordinary activities before taxation is stated after charging:

	<u>1996</u> £	<u>1995</u> £
Depreciation of fixed assets	9,404	8,845
Auditors' remuneration	4,500	4,000
Bank interest payable	22	222
	<u>=====</u>	<u>=====</u>

3. DIRECTORS AND EMPLOYEES

	<u>1996</u> £	<u>1995</u> £
Directors' emoluments:		
Fees	130,000	150,000
Other emoluments (including pension contributions)	28,474	30,376
	<u>=====</u>	<u>=====</u>
	£158,474	£180,376

	<u>1996</u>	<u>1995</u>
Directors' emoluments (excluding pension contributions):		
Chairman and highest paid director	£130,000	£150,000
	<u>=====</u>	<u>=====</u>

The emoluments (excluding pension contributions) of the other directors fell within the following ranges:

	<u>1996</u> Number	<u>1995</u> Number
£ Nil - £5,000	2	2
£25,001 - £30,000	1	1
	<u>=====</u>	<u>=====</u>

	<u>1996</u> £	<u>1995</u> £
Staff costs comprise:		
Wages and salaries	450,961	439,554
Social security costs	41,123	39,675
Other pension costs	7,042	9,562
	<u>=====</u>	<u>=====</u>
	£499,126	£488,791

The average weekly number of employees (including directors) during the year was 27 (1995 - 27).

INVERALMOND MOTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

4. TAXATION

	<u>1996</u> £	<u>1995</u> £
UK corporation tax based on the profit for the year at 25.5% (1995 - 26.6%)	16,396	23,616
Deferred taxation	240	1,326
	<u>£16,636</u>	<u>£24,942</u>

5. TANGIBLE FIXED ASSETS

	<u>Long leasehold property improvements</u> £	<u>Plant and equipment</u> £	<u>Fixtures and fittings</u> £	<u>Total</u> £
COST				
At 1 June 1995	117,111	96,241	63,527	276,879
Additions	-	5,763	427	6,190
	<u>117,111</u>	<u>102,004</u>	<u>63,954</u>	<u>283,069</u>
At 31 May 1996	117,111	102,004	63,954	283,069
ACCUMULATED DEPRECIATION				
At 1 June 1995	29,058	82,631	29,215	140,904
Charge for the year	2,340	3,612	3,452	9,404
	<u>31,398</u>	<u>86,243</u>	<u>32,667</u>	<u>150,308</u>
At 31 May 1996	31,398	86,243	32,667	150,308
NET BOOK VALUE				
At 31 May 1996	<u>£85,713</u>	<u>£15,761</u>	<u>£31,287</u>	<u>£132,761</u>
At 31 May 1995	<u>£88,053</u>	<u>£13,610</u>	<u>£34,312</u>	<u>£135,975</u>

Long leasehold property improvements relate to building improvements which have been carried out on land leased from the chairman, I D Cameron.

INVERALMOND MOTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

6. STOCKS

	<u>1996</u> £	<u>1995</u> £
New vehicles	37,608	36,192
Used vehicles	410,837	312,428
Parts	73,153	66,336
Oils and consumables	3	2,440
Consignment vehicles	480,415	351,320
	<u>£1,002,016</u>	<u>£768,716</u>

7. DEBTORS

	<u>1996</u> £	<u>1995</u> £
Amounts falling due within one year:		
Trade debtors	187,230	82,396
Amounts owed by group undertakings	596,405	495,994
Prepayments and accrued income	14,398	6,849
	<u>£798,033</u>	<u>£585,239</u>

8 CREDITORS: amounts falling due within one year

	<u>1996</u> £	<u>1996</u> £
Trade creditors	242,646	197,504
Amounts owed to group undertakings	290,132	286,685
Corporation tax	16,396	23,616
Other taxes and social security costs	47,815	48,947
Directors' current accounts	99,350	208,091
Accruals	166,912	35,578
Consignment stock creditor	480,415	321,187
	<u>£1,343,666</u>	<u>£1,121,608</u>

INVERALMOND MOTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

9. DEFERRED TAXATION

Full provision has been made at 33% for the potential taxation arising in respect of:

	<u>1996</u> £	<u>1995</u> £
Capital allowances in advance of depreciation	17,440	16,803
Other timing differences	860	1,257
	<u>£18,300</u>	<u>£18,060</u>

Movement in provision during the year:

At 1 June 1995	18,060
Provided during the year	240
At 31 May 1996	<u>£18,300</u>

10. CALLED UP SHARE CAPITAL

	<u>1996</u> £	<u>1995</u> £
Authorised, issued and fully paid: ordinary shares of £1 each	<u>£15,000</u>	<u>£15,000</u>

11. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	<u>1996</u> £	<u>1995</u> £
Profit for the financial year	46,985	66,476
Opening shareholders' funds	1,161,537	1,095,061
Closing shareholders' funds	<u>£1,208,522</u>	<u>£1,161,537</u>

12. PENSION COSTS

The company operates a defined contribution scheme. The assets are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £7,042 (1995 - £9,562). No amounts were payable at the year end.

13. PARENT COMPANY

The company is a wholly owned subsidiary of Ian H Cameron Limited, a company registered in Scotland.

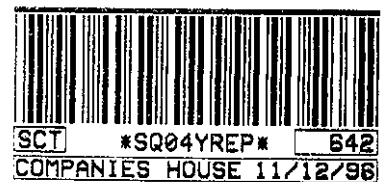
REGISTERED NUMBER:
SC100636

DOUGLAS CAMERON (PERTH) LIMITED

FINANCIAL STATEMENTS

31 MAY 1996

Friend & Co., CHARTERED ACCOUNTANTS



DOUGLAS CAMERON (PERTH) LIMITED

FINANCIAL STATEMENTS

31 MAY 1996

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DOUGLAS CAMERON (PERTH) LIMITED

DIRECTORS' REPORT

The directors present their report together with the audited financial statements of the company for the year ended 31 May 1996.

PRINCIPAL ACTIVITIES

The principal activities of the company continue to be the buying and selling of new and used motor vehicles, the supply of spare parts and vehicle servicing. In addition to its existing Porsche franchise, the company opened a Rover dealership in February 1995.

TRADING RESULTS AND REVIEW OF THE BUSINESS

The profit for the year after taxation was £27,830 (1995 - £21,291). The directors do not propose the payment of a dividend and, accordingly, this amount has been transferred to reserves.

DIRECTORS AND THEIR INTERESTS

The directors who held office throughout the year were as follows:

I D Cameron
M Cameron
C A Stewart
W D Anderson
J M Cameron

None of the directors held any interest in the shares of the company during the year.

The interests of the directors in the shares of the parent company, Ian H Cameron Limited, are shown in the financial statements of that company.

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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the 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.

DOUGLAS CAMERON (PERTH) LIMITED

DIRECTORS' REPORT (continued)

FIXED ASSETS

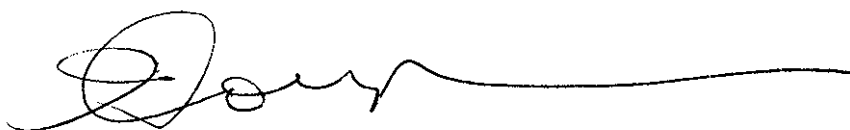
Changes in tangible fixed assets during the year are summarised in note 5 to the financial statements.

AUDITORS

A resolution to re-appoint Friend & Co as auditors will be proposed at the forthcoming Annual General Meeting.

This report was approved by the board on 10 October 1996.

Signed on behalf of the directors:

A handwritten signature in dark ink, appearing to be 'I D Cameron', followed by a long horizontal line extending to the right.

I D CAMERON
Chairman

AUDITORS' REPORT TO THE SHAREHOLDERS OF
DOUGLAS CAMERON (PERTH) LIMITED

We have audited the financial statements on pages 4 to 11 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1, 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 May 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



FRIEND & CO
Chartered Accountants and Registered Auditors

The Square
6 Vine Terrace
High Street
Harborne
Birmingham
B17 9PU

10 October 1996

DOUGLAS CAMERON (PERTH) LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MAY 1996

	<u>Notes</u>	<u>1996</u> £	<u>1995</u> £
TURNOVER		5,047,370	2,801,738
Cost of sales		4,616,289	2,507,134
GROSS PROFIT		431,081	294,604
Other income		(63,614)	(70,581)
Administrative expenses		471,624	356,370
Operating profit		23,071	8,815
Interest receivable		(18,621)	(21,398)
Interest payable	2	3,256	1,476
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	38,436	28,737
Taxation	4	10,606	7,446
PROFIT FOR THE FINANCIAL YEAR		27,830	21,291
BALANCE BROUGHT FORWARD		309,422	288,131
BALANCE CARRIED FORWARD		£337,252	£309,422

The company has no recognised gains or losses other than the profit or loss for the above two financial years.

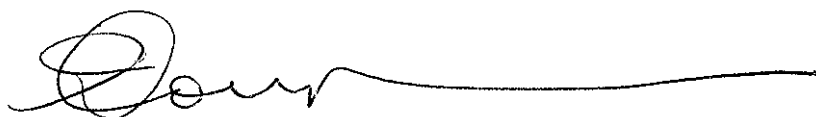
The notes on pages 6 to 11 form part of these financial statements.

DOUGLAS CAMERON (PERTH) LIMITED

BALANCE SHEET AT 31 MAY 1996

	<u>Notes</u>	<u>£</u>	<u>1996</u> <u>£</u>	<u>1995</u> <u>£</u>
FIXED ASSETS				
Tangible assets	5		345,676	361,447
CURRENT ASSETS				
Stocks held for resale	6	1,036,891		724,532
Debtors	7	237,353		153,113
Cash at bank and in hand		405,424		294,902
		<u>1,679,668</u>		<u>1,172,547</u>
CREDITORS: amounts falling due within one year	8	<u>842,815</u>		<u>396,628</u>
NET CURRENT ASSETS			<u>836,853</u>	<u>775,919</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,182,529</u>	<u>1,137,366</u>
CREDITORS: amounts falling due after more than one year	9		<u>801,420</u>	<u>784,567</u>
PROVISIONS FOR LIABILITIES AND CHARGES				
Deferred taxation	10		<u>33,857</u>	<u>33,377</u>
			<u>£347,252</u>	<u>£319,422</u>
CAPITAL AND RESERVES				
Called up share capital	11		10,000	10,000
Profit and loss account			337,252	309,422
	12		<u>£347,252</u>	<u>£319,422</u>

These financial statements were approved by the board of directors on 10 October 1996 and signed on its behalf.



I D CAMERON, Director

The notes on pages 6 to 11 form part of these financial statements.

DOUGLAS CAMERON (PERTH) LIMITED

NOTES TO THE FINANCIAL STATEMENTS -- 31 MAY 1996

1. ACCOUNTING POLICIES

The financial statements are prepared under the historical cost convention and are in accordance with applicable accounting standards.

The principal accounting policies of the company have remained unchanged from the previous year and are set out below.

a) Turnover

Turnover comprises income from sales and work done, excluding value added tax.

b) Tangible fixed assets

Depreciation is calculated, on an annual basis, so as to write off the cost of tangible fixed assets over their expected useful lives, as follows:

Property improvements	2% straight line
Plant and equipment	15% reducing balance
Fixtures and fittings	10% reducing balance
Motor vehicles	33% straight line.

c) Stocks

Stocks are stated at the lower of cost and net realisable value. In accordance with Financial Reporting Standard No 5 stocks include vehicles on consignment from the manufacturer.

d) Deferred taxation

Deferred taxation is provided, using the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for taxation purposes. Provision is made only where there is a reasonable probability that such tax will become payable in the foreseeable future.

e) Pensions

The company operates a pension scheme providing benefits based on defined contributions. The assets of the scheme are held separately from those of the company, being invested with insurance companies. Contributions to the scheme are charged to the profit and loss account as incurred.

2. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

Profit on ordinary activities before taxation is stated after charging:

	<u>1996</u> £	<u>1995</u> £
Depreciation of fixed assets	17,912	16,474
Auditors' remuneration	7,000	3,500
Bank interest payable	674	110
Other interest payable	2,582	1,366
	=====	=====

DOUGLAS CAMERON (PERTH) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

3. DIRECTORS AND EMPLOYEES

	<u>1996</u> £	<u>1995</u> £
Directors' emoluments:		
Fees	-	-
Other emoluments	7,500	741
	<u>7,500</u>	<u>£741</u>

	<u>1996</u>	<u>1995</u>
Directors' emoluments (excluding pension contributions):		
Chairman	£ -	£ -

Highest paid director	<u>£7,500</u>	<u>£741</u>
-----------------------	---------------	-------------

The emoluments (excluding pension contributions) of the other directors fell within the following ranges:

	<u>1996</u> Number	<u>1995</u> Number
£ Nil - £5,000	<u>3</u>	<u>3</u>

	<u>1996</u> £	<u>1995</u> £
Staff costs comprise:		
Wages and salaries	272,635	202,584
Social security costs	24,368	19,139
Other pension costs	2,488	245
	<u>£299,491</u>	<u>£221,968</u>

The average weekly number of employees (including directors) during the year was 23 (1995 - 17).

DOUGLAS CAMERON (PERTH) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

4. TAXATION

	<u>1996</u> £	<u>1995</u> £
UK corporation tax charge based on the results for the year at 24.8% (1995 - 25.0%)	10,126	5,631
Deferred taxation	480	1,815
	<u>£10,606</u>	<u>£7,446</u>

5. TANGIBLE FIXED ASSETS

	<u>Property improvements</u> £	<u>Plant and equipment</u> £	<u>Fixtures and fittings</u> £	<u>Motor vehicles</u> £	<u>Total</u> £
COST					
At 1 June 1995	334,275	107,085	65,111	1,300	507,771
Additions	-	1,784	357	-	2,141
	<u>334,275</u>	<u>108,869</u>	<u>65,468</u>	<u>1,300</u>	<u>509,912</u>
At 31 May 1996	334,275	108,869	65,468	1,300	509,912
	<u>334,275</u>	<u>108,869</u>	<u>65,468</u>	<u>1,300</u>	<u>509,912</u>
ACCUMULATED DEPRECIATION					
At 1 June 1995	55,630	57,550	32,855	289	146,324
Charge for the year	6,686	7,536	3,261	429	17,912
	<u>62,316</u>	<u>65,086</u>	<u>36,116</u>	<u>718</u>	<u>164,236</u>
At 31 May 1996	62,316	65,086	36,116	718	164,236
	<u>62,316</u>	<u>65,086</u>	<u>36,116</u>	<u>718</u>	<u>164,236</u>
NET BOOK VALUE					
At 31 May 1996	<u>£271,959</u>	<u>£43,783</u>	<u>£29,352</u>	<u>£582</u>	<u>£345,676</u>
At 31 May 1995	<u>£278,645</u>	<u>£49,535</u>	<u>£32,256</u>	<u>£1,011</u>	<u>£361,447</u>

The property improvements relate to buildings erected on land owned by the parent company, Ian H Cameron Limited.

DOUGLAS CAMERON (PERTH) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

6. STOCKS

	<u>1996</u> £	<u>1995</u> £
New vehicles	557,190	8,588
Used vehicles	427,698	501,479
Parts	49,010	41,885
Work in progress	1,588	1,588
Oils and consumables	1,405	2,952
Consignment vehicles	-	168,040
	£1,036,891	£724,532

7. DEBTORS:

	<u>1996</u> £	<u>1995</u> £
Amounts falling due within one year:		
Trade debtors	151,638	66,419
Amounts owed by group undertakings	30,550	27,870
Other debtors	48,479	53,508
Prepayments and accrued income	6,686	5,316
	£237,353	£153,113

8. CREDITORS: amounts falling due within one year

	<u>1996</u> £	<u>1995</u> £
Trade creditors	745,305	170,722
Amounts owed to group undertakings	23,022	7,170
Corporation tax	10,126	5,631
Other taxes and social security costs	24,603	16,537
Other creditors	21,250	15,917
Directors' current accounts	1,000	1,741
Accruals	17,362	9,809
Hire purchase obligations	147	1,061
Consignment stock creditor	-	168,040
	£842,815	£396,628

DOUGLAS CAMERON (PERTH) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

9. CREDITORS: amounts falling due after more than one year

	<u>1996</u> £	<u>1995</u> £
Amounts owed to group undertakings	801,420	784,420
Hire purchase obligations	-	147
	<u>£801,420</u>	<u>£784,567</u>

10. DEFERRED TAXATION

The amounts provided and unprovided for deferred taxation at 33% (1995 - 25%) are as follows:

	<u>Provided</u> <u>1996</u> £	<u>Unprovided</u> <u>1996</u> £	<u>Provided</u> <u>1995</u> £	<u>Unprovided</u> <u>1995</u> £
Capital allowances in advance of depreciation	33,271	10,682	32,843	-
Other timing differences	586	-	534	-
	<u>£33,857</u>	<u>£10,682</u>	<u>£33,377</u>	<u>£ -</u>

Movement in provision during the year:

At 1 June 1995	33,377
Provided during the year	480
	<u>£33,857</u>
At 31 May 1996	<u>£33,857</u>

11. CALLED UP SHARE CAPITAL

	<u>1996</u> £	<u>1995</u> £
Authorised, issued and fully paid: ordinary shares of £1 each	<u>£10,000</u>	<u>£10,000</u>

12. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	<u>1996</u> £	<u>1995</u> £
Profit for the financial year	27,830	21,291
Opening shareholders' funds	319,422	298,131
	<u>£347,252</u>	<u>£319,422</u>
Closing shareholders' funds	<u>£347,252</u>	<u>£319,422</u>

DOUGLAS CAMERON (PERTH) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

13. PENSION COSTS

The company operates a defined contribution scheme. The assets are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £2,488 (1995 - £245). No amounts were payable at the year end.

14. PARENT COMPANY

The company is a wholly owned subsidiary of Ian H Cameron Limited, a company registered in Scotland.