

REG. OF COMP.
COMPANIES NO. 80472

THOMSON'S BACK O'HILL MOTOR FACTORS LIMITED

ABBREVIATED ACCOUNTS

29TH FEBRUARY, 1996

2



DICKSON, MIDDLETON & Co.
CHARTERED ACCOUNTANTS

STIRLING BONNYBRIDGE CALLANDER AUCHTERARDER

A member firm of
The UK 200 Group
PRACTISING CHARTERED ACCOUNTANTS

THOMSON'S BACK O'HILL MOTOR FACTORS LIMITED

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO

THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 3 to 6, together with the full financial statements of Thomson's Back O'Hill Motor Factors Limited prepared under section 226 of the Companies Act 1985 for the year ended 29th February, 1996.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with schedule 8 to the Companies Act, 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 4 and whether the abbreviated accounts have been properly prepared in accordance with that schedule.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does 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 under section 246 and 247 of the Companies Act, 1985 to the exemptions conferred by section A of Part II of Schedule 8 to the Act, in respect of the year ended 29th February, 1996 and the abbreviated accounts on pages 3 to 6 have been properly prepared in accordance with that schedule.

Other information

On 29th November, 1996 we reported, as auditors of Thomson's Back O'Hill Motor Factors Limited, to the members on the financial statements prepared under section 226 of the Companies Act, 1985 for the year ended 29th February, 1996, and our audit report was as follows:-

"We have audited the financial statements on pages 5 to 11 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 3, the company's directors are responsible for the preparation of the 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.

AUDITORS' REPORT TO
THOMSON'S BACK O'HILL MOTOR FACTORS LIMITED
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO
THE COMPANIES ACT 1985
(CONTINUED)

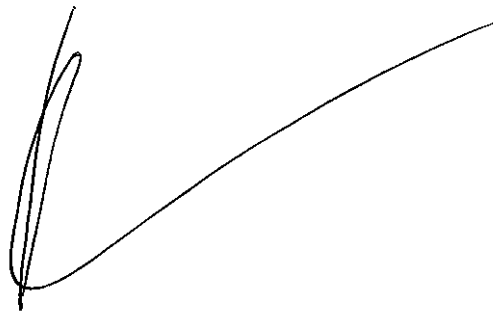
Basis of opinion

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 consider 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 29th February, 1996, and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act, 1985 as applicable to small companies."



Dickson, Middleton & Co.
Registered Auditors
Chartered Accountants
20 Barnton Street
Stirling
FK8 1NE

29th November, 1996

ABBREVIATED BALANCE SHEET AS AT 29TH FEBRUARY, 1996

	Note	1996	1995
		£	£
Fixed assets			
Tangible assets	3	65,985	62,773
Deferred asset		<u>991</u>	<u>-</u>
		66,976	62,773
Current assets			
Stocks		36,163	26,036
Debtors		43,817	29,323
Cash at bank		5,254	31
Cash on hand		<u>80</u>	<u>80</u>
		85,314	55,470
Creditors: amounts falling due within one year		<u>(114,140)</u>	<u>(93,652)</u>
Net current (liabilities)		(28,826)	(38,182)
Total assets less current liabilities		<u>38,150</u>	<u>24,591</u>
Creditors: amounts falling due after more than one year		<u>6,333</u>	<u>-</u>
		31,817	24,591
Provisions for liabilities and charges			
Deferred taxation		<u>-</u>	<u>1,044</u>
		31,817	23,547
Capital and reserves			
Called up share capital	2	200	200
Profit and loss account		<u>31,617</u>	<u>23,347</u>
		<u>31,817</u>	<u>23,547</u>

The abbreviated balance sheet is continued on page 4.

ABBREVIATED BALANCE SHEET AS AT 29TH FEBRUARY, 1996

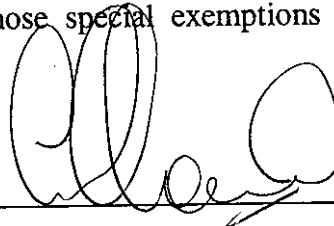
(CONTINUED)

The directors have taken advantage of the exemptions conferred by Part III of Schedule 8 to the Companies Act 1985, and have done so on the grounds that, in their opinion, the company is entitled to those exemptions as a small company.

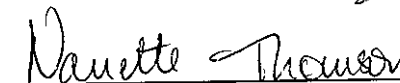
The directors have taken advantage of the special exemptions conferred by Part I of Schedule 8 to the Companies Act 1985, and has done so on the grounds that, in their opinion, the company is entitled to the benefit of those special exemptions as a small company.

T. Thomson

DIRECTOR

A.M. Thomson

DIRECTOR



Approved by the board of directors on 29th November, 1996.

The notes on pages 5 and 6 form part of these abbreviated accounts.

NOTES TO THE ABBREVIATED ACCOUNTS - 29TH FEBRUARY, 1996

1. Accounting policies

(a) Basis of accounting

The financial statements have been prepared under the historical cost convention.

(b) Tangible assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:-

Building	-	5% straight line
Plant and equipment	-	15% reducing balance method
Fixtures and fittings	-	10% reducing balance method
Motor vehicles	-	25% reducing balance method
Computer	-	33% straight line

(c) Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

(d) Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

(e) Pensions

The company operates a defined contribution pension scheme for the directors. Contributions payable for the year are charged to profit and loss account.

(f) Operating leases

Rentals under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

(g) Cash flow statement

No cash flow statement has been prepared as the company is entitled to the small companies exemption.

2. Called up share capital

	1996	1995
	£	£
<u>Authorised</u>		
400 ordinary shares of £1 each	<u>400</u>	<u>400</u>
<u>Allotted, issued and fully paid</u>		
200 ordinary shares of £1 each	<u>200</u>	<u>200</u>

**NOTES TO THE ABBREVIATED ACCOUNTS - 29TH FEBRUARY, 1996
(CONTINUED)**

3. Tangible fixed assets

	Leasehold building	Motor vehicles	Plant & equipment	Fixtures & fittings	Computer	Total
	£	£	£	£	£	£
Cost at 28.2.95	55,235	34,876	32,540	14,754	1,459	138,864
Additions	-	18,865	-	260	-	19,125
Disposals	-	(16,400)	-	-	-	(16,400)
At 29.2.96	55,235	37,341	32,540	15,014	1,459	141,589
Aggregate depreciation at 28.2.95	23,641	25,820	19,604	5,567	1,459	76,091
Depreciation for year	2,762	5,885	1,940	945	-	11,532
Depreciation on disposals	-	(12,019)	-	-	-	(12,019)
Aggregate depreciation at 29.2.96	26,403	19,686	21,544	6,512	1,459	75,604
Net book value 29.2.96	28,832	17,655	10,996	8,502	-	65,985
Net book value 28.2.95	31,594	9,056	12,936	9,187	-	62,773

A lease of land at Back O'Hill Industrial Estate, Stirling having a term of 60 years from 11th November, 1986 is held by the company. The building referred to above stands on this land.

4. Bank overdraft and bank loan

The bank overdraft and bank loan are secured by a bond and floating charge held by the Royal Bank of Scotland plc., dated 7th September, 1984 and a standard security over the company's leasehold building. The amount of bank overdraft outstanding at 29th February, 1996 was £nil (1995 - £27,488). The amount of the bank loan outstanding was £10,333 (1995 - £nil).

5. Transactions with directors

Material interest of directors

Mr. and Mrs. T. Thomson have a material interest in Discount Motor Store Limited. During the year the company provided travelling expenses to Discount Motor Store Limited of £1,700 excluding VAT. During the year a motor vehicle was sold to Mr. Thomson at a market value of £2,550.