

REG. OF COMP.
COMPANIES NO. 80472

THOMSON'S BACK O'HILL MOTOR FACTORS LIMITED

ABBREVIATED ACCOUNTS

28TH FEBRUARY, 1997



DICKSON, MIDDLETON & Co.

CHARTERED ACCOUNTANTS

STIRLING BONNYBRIDGE CALLANDER AUCHTERARDER

A member firm of
The UK 200 Group
PRACTISING CHARTERED ACCOUNTANTS

AUDITORS REPORT TO

THOMSON'S BACK O'HILL MOTOR FACTORS LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the Abbreviated Accounts on pages 2 to 4, together with the financial statements of the company for the year ended 28th February, 1997 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of Directors and Auditors

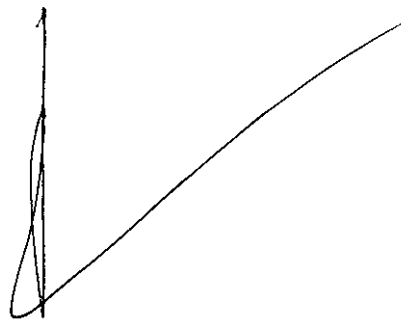
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act, 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (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 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 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 and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.



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

24th November, 1997

THOMSON'S BACK O'HILL MOTOR FACTORS LIMITED

ABBREVIATED BALANCE SHEET AS AT 28TH FEBRUARY, 1997

	Note	1997		1996	
		£	£	£	£
Fixed assets					
Tangible assets	3		64,463		65,985
Deferred asset			1,296		991
			<u>65,759</u>		<u>66,976</u>
Current assets					
Stocks		38,579		36,163	
Debtors		56,801		43,817	
Cash at bank		7,249		5,254	
Cash on hand		80		80	
		<u>102,709</u>		<u>85,314</u>	
Creditors: amounts falling due within one year		<u>(118,513)</u>		<u>(114,140)</u>	
Net current (liabilities)			(15,804)		(28,826)
Total assets less current liabilities			<u>49,955</u>		<u>38,150</u>
Creditors: amounts falling due after more than one year			<u>(6,083)</u>		<u>6,333</u>
			<u>43,872</u>		<u>31,817</u>
Capital and reserves					
Called up share capital	2		200		200
Profit and loss account			43,672		31,617
Equity shareholders funds			<u>43,872</u>		<u>31,817</u>

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

T. Thomson

DIRECTOR

A.M. Thomson

DIRECTOR

Approved by the board of directors on 24th November, 1997.

The notes on pages 3 and 4 form part of these abbreviated accounts.

THOMSON'S BACK O'HILL MOTOR FACTORS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - 28TH FEBRUARY, 1997

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

	1997	1996
	£	£
<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>

THOMSON'S BACK O'HILL MOTOR FACTORS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - 28TH FEBRUARY, 1997 (CONTINUED)

3. Tangible fixed assets

	Leasehold building	Motor vehicles	Plant & equipment	Fixtures & fittings	Computer	Total
	£	£	£	£	£	£
Cost at 29.2.96	55,235	37,341	32,540	15,014	1,459	141,589
Additions	-	10,046	-	688	-	10,734
Disposals	-	-	-	-	-	-
At 28.2.97	55,235	47,387	32,540	15,702	1,459	152,323
Aggregate depreciation at 29.2.96	26,403	19,686	21,544	6,512	1,459	75,604
Depreciation for year	2,762	6,926	1,649	919	-	12,256
Depreciation on disposals	-	-	-	-	-	-
Aggregate depreciation at 28.2.97	29,165	26,612	23,193	7,431	1,459	87,860
Net book value 28.2.97	26,070	20,775	9,347	8,271	-	64,463
Net book value 29.2.96	28,832	17,655	10,996	8,502	-	65,985

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 borrowing

The bank loan is 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 the bank loan outstanding was £13,083 (1993 - £10,333).

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 £1,000 excluding VAT.