

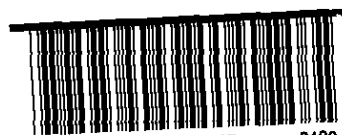


Company Number: SC099608

AUTO-TECH (COACHWORKS) LTD

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
31 JULY 2000**



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COMPANIES HOUSE 19/10/00



Company Information

Directors	G D Semple E B Semple D F Caldwell R Murray W Eadie (Appointed 25/02/00)
Secretary	E B Semple
Company Number	SC099608
Registered Office	20 Robert Drive Govan Glasgow G51 3HE
Auditors	Neilson Renton & Co Chartered Accountants and Registered Auditors 144 St. Vincent Street Glasgow G2 5LQ



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DIRECTORS' REPORT FOR THE YEAR ENDED 31 JULY 2000

The directors present their report and the financial statements for the year ended 31 July 2000.

Statement of 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;
- 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.

Principal activities and review of business

The company's principal activity during the period was that of vehicle bodywork repair.

The results for the year are set out on page 3.

Directors

The directors who served during the year and their beneficial interests in the company's issued share capital were :

	<u>Ordinary shares of £1 each</u>	
	<u>2000</u>	<u>1999</u>
G D Semple	76	76
E B Semple	8	8
D F Caldwell	8	8
R Murray	8	8
W Eadie (Appointed 25/02/00)	-	-

Auditors

The auditors, Neilson Renton & Co, will be proposed for reappointment in accordance with section 385 of the Companies Act 1985.

This report was approved by the board on 18 October 2000 and signed on its behalf.

G D Semple
Director



AUDITORS' REPORT TO THE SHAREHOLDERS OF AUTO-TECH (COACHWORKS) LTD

We have audited the financial statements on pages 3 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

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 July 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Neilson Renton & Co

Chartered Accountants
and Registered Auditors
144 St. Vincent Street
Glasgow
G2 5LQ

18 October 2000



PROFIT AND LOSS ACCOUNT
For the year ended 31 July 2000

	Note	2000 £	1999 £
TURNOVER	1,2	2,433,684	1,922,203
Cost of sales		<u>(1,218,220)</u>	<u>(961,701)</u>
GROSS PROFIT		1,215,464	960,502
Administrative expenses		<u>(1,040,576)</u>	<u>(868,136)</u>
Other operating income		<u>944</u>	<u>1,111</u>
OPERATING PROFIT	3	175,832	93,477
Interest receivable		7,666	4,333
Interest payable	6	<u>(21,693)</u>	<u>(22,190)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		161,805	75,620
TAX ON PROFIT ON ORDINARY ACTIVITIES	7	<u>(33,333)</u>	<u>(26,554)</u>
RETAINED PROFIT FOR THE YEAR		128,472	49,066
RETAINED PROFIT BROUGHT FORWARD		<u>275,595</u>	<u>226,529</u>
RETAINED PROFIT CARRIED FORWARD		<u>£ 404,067</u>	<u>£ 275,595</u>

Turnover and operating profit derive wholly from continuing operations.

There were no recognised gains and losses for 2000 or 1999 other than those included in the profit and loss account.

The notes on pages 5 to 9 form part of these financial statements.



BALANCE SHEET
As at 31 July 2000

	Note	£	2000 £	£	1999 £
FIXED ASSETS					
Tangible fixed assets	8		609,577		625,088
CURRENT ASSETS					
Stocks	9	6,000		6,000	
Debtors	10	153,217		178,967	
Cash at bank and in hand		382,567		233,427	
		<u>541,784</u>		<u>418,394</u>	
CREDITORS: amounts falling due within one year	11	<u>(520,988)</u>		<u>(444,750)</u>	
NET CURRENT ASSETS/(LIABILITIES)			<u>20,796</u>		<u>(26,356)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>630,373</u>		<u>598,732</u>
CREDITORS: amounts falling due after more than one year	12		<u>(205,872)</u>		<u>(305,100)</u>
PROVISIONS FOR LIABILITIES AND CHARGES	13		<u>(20,334)</u>		<u>(17,937)</u>
NET ASSETS			<u>£ 404,167</u>		<u>£ 275,695</u>
CAPITAL AND RESERVES					
Called up share capital	14		100		100
Profit and loss account			404,067		275,595
SHAREHOLDERS' FUNDS - All equity	15		<u>£ 404,167</u>		<u>£ 275,695</u>

The financial statements were approved by the board on 18 October 2000 and signed on its behalf.

G D Semple

Director

The notes on pages 5 to 9 form part of these financial statements.



NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 July 2000

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and include the results of the company's operations which are described in the Directors' Report and all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No.1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of Value Added Tax and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold buildings	-	2%	Straight line
Plant & machinery	-	15%	Reducing balance
Motor vehicles	-	25%	Reducing balance
Fixtures & fittings	-	25%	Reducing balance

1.4 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.5 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.6 Deferred taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

2. TURNOVER

The whole of the turnover and profit before taxation is attributable to the one principal activity of the company, that of vehicle bodywork repair.



NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 July 2000

3. OPERATING PROFIT

The operating profit is stated after charging:

	2000 £	1999 £
Depreciation of tangible fixed assets		
- owned by the company	53,711	58,413
Audit fees	3,600	3,600
Operating lease rentals		
- hire of plant & machinery	64,562	52,091
- other	-	6,250
	<u> </u>	<u> </u>

4. STAFF COSTS

Staff costs, including directors' remuneration, were as follows:

	2000 £	1999 £
Wages and salaries	675,664	534,033
Social security costs	62,427	49,143
Other pension costs	-	45
	<u>£ 738,091</u>	<u>£ 583,221</u>

The average monthly number of employees, including directors, during the year was as follows:

	2000	1999
Administration	5	5
Production	29	23
Purchasing	1	1
	<u> </u>	<u> </u>
	35	29

5. DIRECTORS' REMUNERATION

	2000 £	1999 £
Aggregate emoluments	<u>£ 199,018</u>	<u>£ 155,142</u>

6. INTEREST PAYABLE

	2000 £	1999 £
On bank loans and overdrafts	<u>£ 21,693</u>	<u>£ 22,190</u>



NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 July 2000

7. TAXATION

	2000 £	1999 £
Current year taxation		
UK Corporation Tax at 20% (1999 - 21%)	30,901	8,617
Transfer to deferred taxation	2,397	17,937
	<u>33,298</u>	<u>26,554</u>
Prior years		
UK Corporation tax	35	-
	<u>£ 33,333</u>	<u>£ 26,554</u>

8. TANGIBLE FIXED ASSETS

	Freehold Land & Buildings £	Plant & Machinery £	Fixtures & Equipment £	Motor Vehicles £	Total £
Cost or valuation					
At 1 August 1999	394,988	279,261	79,023	34,275	787,547
Additions	9,919	24,788	4,610	-	39,317
Disposals	-	-	-	(2,650)	(2,650)
At 31 July 2000	<u>404,907</u>	<u>304,049</u>	<u>83,633</u>	<u>31,625</u>	<u>824,214</u>
Depreciation					
At 1 August 1999	7,900	98,722	39,649	16,188	162,459
Charge for year	8,098	30,374	10,996	4,242	53,710
On disposals	-	-	-	(1,532)	(1,532)
At 31 July 2000	<u>15,998</u>	<u>129,096</u>	<u>50,645</u>	<u>18,898</u>	<u>214,637</u>
Net Book Value					
At 31 July 2000	<u>388,909</u>	<u>174,953</u>	<u>£ 32,988</u>	<u>£ 12,727</u>	<u>609,577</u>
At 31 July 1999	<u>387,088</u>	<u>180,539</u>	<u>£ 39,374</u>	<u>£ 18,087</u>	<u>625,088</u>

9. STOCKS

	2000 £	1999 £
Raw Materials	<u>£ 6,000</u>	<u>£ 6,000</u>



NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 July 2000

10. DEBTORS

	2000 £	1999 £
Due within one year		
Trade debtors	137,829	166,006
Prepayments and accrued income	15,388	12,961
	<u>£ 153,217</u>	<u>£ 178,967</u>

11. CREDITORS:

Amounts falling due within one year

	2000 £	1999 £
Bank loans and overdrafts	159,552	109,448
Trade creditors	144,959	140,658
Corporation tax	30,901	8,617
Social security and other taxes	61,511	53,083
Other creditors	90,825	104,547
Accruals and deferred income	33,240	28,397
	<u>£ 520,988</u>	<u>£ 444,750</u>

The bank overdrafts are secured by a standard security over the premises at Helen Street, Govan and by a bond and floating charge over the assets of the company.

Included within other creditors is a loan of £90,825 (1999: £104,547) from Geoff and Elizabeth Semple, directors of the company. The maximum amount outstanding during the year was £104,547.

12. CREDITORS:

Amounts falling due after more than one year

	2000 £	1999 £
Bank loans and overdrafts	205,872	305,100
	<u>£ 205,872</u>	<u>£ 305,100</u>
Included within the above are amounts falling due as follows:		
In 1 - 2 years:		
Loan instalments	36,000	36,000
In 2 - 5 years:		
Loan instalments	108,000	108,000
In more than 5 years:		
Loan instalments	61,872	161,100



NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 July 2000

13. PROVISIONS FOR LIABILITIES AND CHARGES

	Deferred tax £
At 1 August 1999	17,937
Additions	2,397
At 31 July 2000	<u>£ 20,334</u>

14. CALLED UP SHARE CAPITAL

	2000 £	1999 £
Authorised		
100 ordinary shares of £1 each	<u>£ 100</u>	<u>£ 100</u>
Authorised, allotted, called up and fully paid		
100 ordinary shares of £1 each	<u>£ 100</u>	<u>£ 100</u>

15. SHAREHOLDERS' FUNDS

Reconciliation of movements on shareholders' funds

	2000 £	1999 £
Profit for the year	128,472	49,066
Opening shareholders' funds	<u>275,695</u>	<u>226,629</u>
Closing shareholders' funds	<u>£ 404,167</u>	<u>£ 275,695</u>

16. OTHER COMMITMENTS

At 31 July 2000 the company had annual commitments under non-cancellable operating leases as follows:

	2000 £	Other 1999 £
Expiry date:		
Within 1 year	-	9,943
Between 2 and 5 years	14,323	31,016