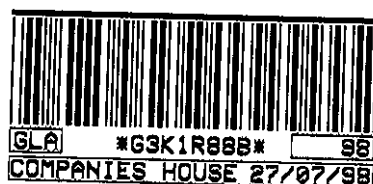


**STRATHCLYDE TYRE SERVICES
LIMITED**

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED

30 SEPTEMBER 1997



Company no SC120607

STRATHCLYDE TYRE SERVICES LIMITED

ABBREVIATED ACCOUNTS

For the year ended 30 September 1997

Company registration number: SC120607

Registered office: 6 Rankine Street
Johnstone
PA5 8BB

Directors: William Tracey
Brendan Tracey

Secretary: Brendan Tracey

Bankers: Clydesdale Bank PLC

Solicitors: Donaldson Alexander Russell & Duncan

Auditors: Grant Thornton
Registered auditors
Chartered accountants

STRATHCLYDE TYRE SERVICES LIMITED

ABBREVIATED ACCOUNTS

For the year ended 30 September 1997

INDEX

PAGE

Report of the auditors	1
Principal accounting policies	2
Abbreviated balance sheet	3
Notes to the abbreviated accounts	4 - 5

**REPORT OF THE AUDITORS TO THE DIRECTORS OF
STRATHCLYDE TYRE SERVICES LIMITED PURSUANT
TO SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages 2 to 5 together with the full financial statements of Strathclyde Tyre Services Limited prepared under section 226 of the Companies Act 1985 for the year ended 30 September 1997.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with the provisions of 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 those provisions and whether the abbreviated accounts have been properly prepared in accordance with those provisions.

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 prepare abbreviated accounts 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 to deliver abbreviated accounts prepared in accordance with the provisions of section 246 of the Companies Act 1985, and the abbreviated accounts on pages 2 to 5 have been properly prepared in accordance with those provisions.



**GRANT THORNTON
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS**

GLASGOW
9 January 1998

STRATHCLYDE TYRE SERVICES LIMITED

PRINCIPAL ACCOUNTING POLICIES

BASIS OF PREPARATION

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

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

TURNOVER

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

DEPRECIATION

Depreciation is calculated to write down the cost or valuation less estimated residual value of all tangible fixed assets other than freehold land by equal annual instalments over their expected useful lives. The rates generally applicable are:

Freehold buildings	4% on cost
Improvements to property	4% on cost
Plant and machinery	15% reducing balance
Motor vehicles	25% reducing balance
Fixtures and fittings	15% reducing balance

STOCKS

Stock and work in progress is stated at the lower of cost and net realisable value.

Net realisable value means estimated selling price (less trade discounts) less all further costs to completion and all costs to be incurred in marketing, selling and distribution.

DEFERRED TAXATION

Deferred tax is the tax attributable to timing differences between profits or losses as computed for tax purposes and results as stated in the financial statements.

Deferred tax is provided to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability.

Deferred tax is calculated at the rates at which it is estimated that the tax will be paid when the timing differences reverse.

CONTRIBUTIONS TO PENSION FUNDS

The company contributed to a money purchase pension scheme for a director. There are no unprovided pension commitments.

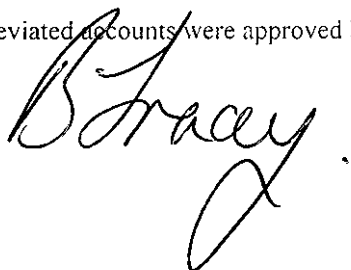
STRATHCLYDE TYRE SERVICES LIMITED

ABBREVIATED BALANCE SHEET AT 30 SEPTEMBER 1997

	Note	1997 £	1997 £	1996 £	1996 £
Fixed assets					
Tangible assets	1		269,325		294,961
Current assets					
Stocks		78,237		80,174	
Debtors		194,472		179,150	
Cash at bank and in hand		131,363		120,102	
		<u>404,072</u>		<u>379,426</u>	
Creditors: amounts falling due within one year	3	<u>(254,242)</u>		<u>(288,125)</u>	
Net current assets			<u>149,830</u>		<u>91,301</u>
Total assets less current liabilities			<u>419,155</u>		<u>386,262</u>
Provisions for liabilities and charges			<u>(4,391)</u>		<u>(5,638)</u>
			<u>414,764</u>		<u>380,624</u>
Capital and reserves					
Called up share capital	2		176,640		176,640
Share premium account			77,360		77,360
Profit and loss account			160,764		126,624
			<u>414,764</u>		<u>380,624</u>

These abbreviated accounts have been 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 of Directors on 9 January 1998.



Director

~~Director~~

The accompanying accounting policies and notes form an integral part of these abbreviated accounts.

STRATHCLYDE TYRE SERVICES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

For the year ended 30 September 1997

1 FIXED ASSETS

	Tangible fixed assets £	Total £
Cost		
At 1 October 1996	389,028	389,028
Additions	13,405	13,405
	<u>402,433</u>	<u>402,433</u>
Disposals	(9,000)	(9,000)
	<u>393,433</u>	<u>393,433</u>
At 30 September 1997		
Depreciation		
At 1 October 1996	94,067	94,067
Charge for the year	30,041	30,041
	<u>124,108</u>	<u>124,108</u>
Eliminated on disposals	-	-
	<u>124,108</u>	<u>124,108</u>
At 30 September 1997		
Net book amount at 30 September 1997	<u>269,325</u>	<u>269,325</u>
Net book amount at 30 September 1996	<u>294,961</u>	<u>294,961</u>

2 SHARE CAPITAL

	1997 £	1996 £
Authorised ordinary shares of £1 each	<u>1,000,000</u>	<u>1,000,000</u>
Allotted, called up and fully paid ordinary shares of £1 each	<u>176,640</u>	<u>176,640</u>

3 CREDITORS

Creditors amounting to £53,660 (1996 £95,719) are secured.

STRATHCLYDE TYRE SERVICES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

For the year ended 30 September 1997

4 TRANSACTIONS WITH RELATED PARTIES

During the year the company transacted with William Tracey Limited. William Tracey Limited is considered a related party by virtue of the fact that it comes under the control of William Tracey, the father of Brendan Tracey. Brendan Tracey owns 75% of the share capital of Strathclyde Tyre Services Limited. Sales of £26,160 and purchases of £3,281 were made in the year and there was a management charge of £6,000 . At 30 September 1997 the balance due from Strathclyde Tyre Services Limited was £1,396 and the balance due to Strathclyde Tyre Services Limited was £8,429.