

SUMMERDALE TRUCK BODIES LIMITED

DIRECTORS - R. Montgomery
M. Montgomery
K. Harris

SECRETARY - M. Montgomery

REGISTERED OFFICE - 35 Lord Street
Aston
Birmingham
B7 4DQ

REGISTERED NUMBER - 01592097

REPORT AND ACCOUNTS 31ST AUGUST 1995

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The following pages do not form part
of the statutory accounts :

10 Trading and profit and loss account



SUMMERDALE TRUCK BODIES LIMITED

DIRECTORS REPORT FOR THE YEAR ENDED 31ST AUGUST 1995

The Directors present their report and the financial statements for the year ended 31st August 1995

Principal Activities

The Principal Activity of the Company during the year continued to be that of Coach Builders and Repairers

The results for the year are on page 4.

The Directors consider the companies financial affairs to be satisfactory.

The Directors have paid a dividend of 10,000 during the year.

Fixed Assets

Details of movements in fixed assets are set out in note (8) to the financial statements.

Directors

The Directors who served during the year and their beneficial interests in the company's issued ordinary share capital has remained unchanged :-

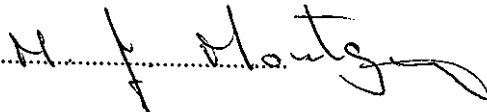
| | <u>Ordinary £1 Shares</u> |
|-------------------|---------------------------|
| R. Montgomery | 51 |
| Mrs M. Montgomery | 49 |
| | ----- |
| | 100 |
| | ----- |

Auditors

J LOCHHEAD & CO. will be proposed for reappointment in accordance with S385 of the Companies Acts 1985.

This report which has been prepared taking advantage of special exemptions applicable to small companies was approved by the board on 28th MARCH 1996 and signed on its behalf.

M. Montgomery.....
Director



SUMMERDALE TRUCK BODIES LIMITED

STATEMENT OF DIRECTOR'S 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 :

1. Select suitable accounting policies and then apply them consistently :
2. Make judgements and estimates that are reasonable and prudent :
3. State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements :
4. 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 preparation and detection of fraud and other irregularities.

AUDITORS REPORT

TO THE SHAREHOLDERS OF SUMMERDALE TRUCK BODIES 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 as set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 2 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.

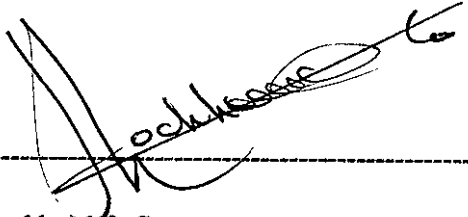
BASIS OF OPINION

We conducted our audit in accordance with Auditing standards issued by the Auditing 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 misstatements, 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 affairs on the company as at 31st August 1995 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



J Lochhead & Co.
Registered Auditors
Unishear House
Barnfield Road
Tipton
West Midlands
DY4 9DG

Date

1st APRIL 1996

SUMMERDALE TRUCK BODIES LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST AUGUST 1995

| | <u>1995</u> | <u>1994</u> |
|--|---------------|---------------|
| Turnover | 1238042 | 1058444 |
| Cost of Sales | 986145 | 856193 |
| Gross Profit | <u>251897</u> | <u>202251</u> |
| Administrative Expenses | 213415 | 193225 |
| Operating Profit | 38482 | 9026 |
| Interest Receivable | - | - |
| Profit on ordinary activities before taxation | <u>38482</u> | <u>9026</u> |
| Taxation on profit on ordinary activities | 11252 | 3321 |
| Profit on Ordinary activities after taxation | <u>27230</u> | <u>5705</u> |
| Dividend | 10000 | 10000 |
| Retained profit for the year | 17230 | (4295) |
| Retained profit brought forward | <u>32353</u> | <u>36648</u> |
| Retained profit carried forward | <u>49583</u> | <u>32353</u> |

There were no recognised gains and losses for 1995 or 1994 other than those included in the profit and loss account.

The notes on pages 6-9 form part of these financial statements

SUMMERDALE TRUCK BODIES LIMITED

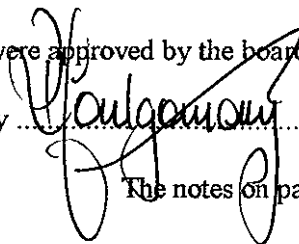
BALANCE SHEET AS AT 31ST AUGUST 1995

| | <u>Note</u> | <u>1995</u> | <u>1994</u> |
|--|-------------|-------------|-------------|
| <u>FIXED ASSETS</u> | | | |
| Tangible assets | (8) | 51301 | 47602 |
| <u>CURRENT ASSETS</u> | | | |
| Stock & Work in progress | (9) | 55872 | 59270 |
| Debtors | (10) | 154543 | 179420 |
| Cash in Hand | | 49 | 161 |
| | | <hr/> | <hr/> |
| | | 210464 | 238851 |
| <u>Less CREDITORS : Amounts falling due within one year</u> | | | |
| Creditors | (11) | 190577 | 246937 |
| Directors | | 4789 | 1714 |
| Corporation Tax | (6) | 11252 | 3321 |
| | | <hr/> | <hr/> |
| | | 206618 | 251972 |
| <u>NET CURRENT ASSETS</u> | | | |
| | | <hr/> | <hr/> |
| | | 3846 | (13121) |
| <u>TOTAL ASSETS LESS CURRENT LIABILITIES</u> | | | |
| Less CREDITORS : Amounts falling due after more than one year | (12) | 55147 | 34481 |
| | | 5464 | 2028 |
| | | <hr/> | <hr/> |
| | | 49683 | 32453 |
| <u>CAPITAL AND RESERVES</u> | | | |
| Called up share Capital | (14) | 100 | 100 |
| Profit and Loss Account | | 49583 | 32353 |
| | | <hr/> | <hr/> |
| Shareholders Funds all equity | (18) | 49683 | 32453 |
| | | <hr/> | <hr/> |

The directors have taken advantage in the preparation of these accounts of special exemptions applicable to small companies under schedule 8 part 1 of the Companies Act 1985 on the grounds that in the opinion of the directors the company qualifies as a small company and is entitled to make use of the special exemptions.

The accounts were approved by the board on 28th March 1996 and signed on its behalf

R. Montgomery
Director



The notes on pages 6 - 9 form part of these accounts

SUMMERDALE TRUCK BODIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 1995

1. ACCOUNTING POLICIES

1.1 Basis of preparation of accounts

The financial statements are 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 cashflow 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, net of Value Added Tax and trade discounts.

1.3 Tangible fixed assets and depreciation

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

| | | |
|---------------------|-----|------------------|
| Computer | 20% | reducing balance |
| Motor Vehicles | 25% | reducing balance |
| Plant & Machinery | 20% | reducing balance |
| Fixtures & Fittings | 20% | reducing balance |

1.4 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets and depreciated over the shorter of the lease term and their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss accounts so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.5 Operating Leases

Rental 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.

1.6 Stocks and work in progress

Stocks and work in progress are valued at the lower of cost or 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.

1.7 Research and development

Expenditure on research and development is written off in the year that it is incurred.

SUMMERDALE TRUCK BODIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST AUGUST 1995

1.8 **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.

1.9 **Pensions**

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

2. **Operating Profit**

The operating profit is stated after charging :

| | <u>1995</u> | <u>1994</u> |
|------------------------------|-------------|-------------|
| Depreciation of Fixed Assets | 14706 | 12824 |
| Auditors Remuneration | 2050 | 2000 |
| Bad Debt | - | 872 |
| | <hr/> | <hr/> |

4. **Directors Remuneration**

| | | |
|--------------------------------------|-------|-------|
| Emoluments for services as directors | 42706 | 23642 |
| | <hr/> | <hr/> |

5. **Capital Commitments**

The company has no Capital Commitments at the accounting date. (1994 -)

6. **Taxation**

| | <u>1995</u> | <u>1994</u> |
|---------------------------|-------------|-------------|
| UK Corporation Tax at 25% | 11252 | 3321 |

7. **Dividend**

| | | |
|--|-------|-------|
| | <hr/> | <hr/> |
| | 10000 | 10000 |
| | <hr/> | <hr/> |

SUMMERDALE TRUCK BODIES LIMITED

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST AUGUST 1995

| 8. <u>FIXED ASSETS</u> | <u>Computer</u> | <u>Lease</u> | <u>Fixtures & Fittings</u> | <u>Plant Machinery</u> | <u>Motor Vehicle</u> | <u>Total</u> |
|------------------------|-----------------|--------------|--------------------------------|------------------------|----------------------|---------------|
| <u>Cost</u> | | | | | | |
| As at 1st Sept 94 | 4620 | 2259 | 18384 | 63340 | 36760 | 25363 |
| Additions | 1200 | - | - | 4640 | 18700 | 24540 |
| Disposal | - | - | - | (2250) | (11209) | (13459) |
| | <u>5820</u> | <u>2259</u> | <u>18384</u> | <u>65730</u> | <u>44251</u> | <u>136444</u> |
| <u>Depreciation</u> | | | | | | |
| As at 1st Sept 94 | 924 | 1904 | 10516 | 39225 | 24596 | 77165 |
| Charge for the year | 979 | 355 | 1573 | 5690 | 6109 | 14706 |
| Written back | | | | (1947) | (4781) | (6728) |
| | <u>1903</u> | <u>2259</u> | <u>12089</u> | <u>42968</u> | <u>25924</u> | <u>85143</u> |
| <u>Net Book Values</u> | | | | | | |
| 1995 | <u>3917</u> | <u>-</u> | <u>6295</u> | <u>22762</u> | <u>18327</u> | <u>51301</u> |
| 1994 | <u>3696</u> | <u>355</u> | <u>7272</u> | <u>24116</u> | <u>12163</u> | <u>47062</u> |

Included above are assets held under hire purchase contracts amounting to N.B.V. £16982 (94 - £11556) with depreciation charged for the year of £5414 (£3384 - 94)

| | <u>1995</u> | <u>1994</u> |
|-----------------------------|---------------|---------------|
| 9. Stock & Work in Progress | <u>55872</u> | <u>59270</u> |
| 10. <u>Debtors</u> | | |
| All due within one year | | |
| Trade | 52987 | 179420 |
| Prepayments | 1556 | - |
| | <u>154543</u> | <u>179420</u> |

SUMMERDALE TRUCK BODIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST AUGUST 1995

| | <u>1995</u> | <u>1994</u> |
|---|---------------------|---------------------|
| 11. Creditors: Amounts falling due within one year. | | |
| Bank Account (secured) | 8289 | 38347 |
| Hire Purchase | 5890 | 5167 |
| Trade Creditors | 139688 | 174139 |
| Social Security & Taxes | 33679 | 21205 |
| Accruals | 3031 | 8079 |
| | <hr/> 190577 | <hr/> 246937 |
| 12. The bank overdraft is subject to a debenture and the guarantees of Mr & Mrs R. Montgomery Creditors : Amounts falling due after more than one year. | | |
| Hire Purchase | 5464 | 2028 |
| 13. <u>Deferred Taxation</u> No provision is made for deferred taxation. The additional potential liability for deferred taxation not provided was as follows :- Accelerated Capital allowances 1838 (1994 667) | | |
| 14. <u>Called up Share Capital</u> <u>Authorised</u> Ordinary Shares of £1 each 100 <u>Issued</u> Ordinary Shares of £1 each 100 | | |
| 15. <u>Contingent Liabilities</u> The company had no contingent liabilities at the accounting date (1994 -) | | |
| 16. <u>Interest Payable</u> On bank loans overdrafts and other loans Repayable within 5 years not by instalments | <u>1995</u> 6484 | <u>1994</u> 3174 |
| 17. Movement on Shareholders Funds | | |
| Profit for the year | 27230 | 5705 |
| Less Dividends | 10000 | 10000 |
| | <hr/> 17230 | <hr/> (4295) |
| Opening Shareholders | 32453 | 36748 |
| Closing Shareholders Funds | <hr/> 49683 | <hr/> 32453 |