

10015

1297497

STATUTORY COPY

WILLIAMS GRAND PRIX ENGINEERING LIMITED
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH NOVEMBER 1990

COMPANIES HOUSE
25 JAN 1992
M

WILLIAMS GRAND PRIX ENGINEERING LIMITED
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH NOVEMBER 1990

INDEX

	Page
Company information	1
Report of the directors	2
Report of the auditors	3
Profit and loss account	4
Balance sheet	5
Statement of source and application of funds	6
Accounting policies	7
Notes to the financial statements	8 - 12

WILLIAMS GRAND PRIX ENGINEERING LIMITED

COMPANY INFORMATION

COMPANY NUMBER : 1297497

DIRECTORS : F.O.G. Williams Esq.
P.M. Head Esq.
S. Thynne Esq.

SECRETARY : D.Mayall Esq.

REGISTERED OFFICE : 27/31 Blandford Street
London WIH 3AD

BUSINESS ADDRESS : Basil Hill Road
Didcot
Oxfordshire
OX11 7HW

WILLIAMS GRAND PRIX ENGINEERING LIMITED

REPORT OF THE DIRECTORS

The directors present their report and financial statements for the year ended 30th November 1990.

PRINCIPAL ACTIVITY

The principal activity of the company continued unchanged as that of running a Formula 1 Grand Prix Racing Team.

BUSINESS REVIEW AND FUTURE DEVELOPMENTS

The state of the company's affairs and trading results for the year are as shown by the attached financial statements. The directors expect the present level of activity to be sustained for the foreseeable future.

DIVIDENDS AND RESERVES

During the year, the directors paid a net dividend of £215000, amounting to £2.15 (1989:£1.0725 Gross) per Ordinary Share.

The directors do not propose to recommend any further distribution by way of a final dividend.

FIXED ASSETS

The changes in fixed assets are shown in the notes to the financial statements.

The directors consider that the market value of the freehold property is currently in excess of £5 million. Were the premises to be sold at this value, it is estimated that there would be a taxation liability of approximately £470,000.

DIRECTORS AND THEIR INTERESTS

The interests of the directors of the company at 30th November 1990 in the shares of the company, according to the register required to be kept by section 325 of the Companies Act 1985, were as follows:-

	<u>Ordinary £1 Shares</u>	
	<u>As at 30.11.90</u>	<u>As at 30.11.89</u>
F.O.G. Williams Esq.	70,000	80,000
P.M. Head Esq.	30,000	20,000
S. Thynne Esq.	NIL	NIL

In accordance with the Articles of Association S. Thynne Esq. retires by rotation and, being eligible, offers himself for re-election.

CLOSE COMPANY PROVISIONS

So far as the directors are aware the company was, at the end of the accounting period, a close company within the meaning of the Income and Corporation Taxes Act 1988.

AUDITORS

A resolution for the re-appointment of Messrs. Leigh Carr, Chartered Accountants, as auditors of the company is to be proposed at the Annual General Meeting.

BY ORDER OF THE BOARD

D. Mayall Esq.
Secretary

27th September 1991

WILLIAMS GRAND PRIX ENGINEERING LIMITED

REPORT OF THE AUDITORS

TO THE MEMBERS OF WILLIAMS GRAND PRIX ENGINEERING LIMITED

We have audited the financial statements on pages 4 to 12. Our audit was conducted in accordance with approved Auditing Standards having regard to the matter referred to in the following paragraph.

No depreciation has been provided by the directors on the freehold property, as, in their opinion, their policy of continual maintenance and repairs to the premises ensures that its prevailing market value will (at least) exceed its net book value, thereby rendering a depreciation charge insignificant. The effect of this policy is to increase the company's profit before tax by the amount of depreciation not provided.

Subject to the foregoing, in our opinion the financial statements give a true and fair view of the state of the company's affairs at 30th November 1990 and of its profit and source and application of funds for the year then ended and comply with the Companies Act 1985.



Leigh Carr
Chartered Accountants
London

27th September 1991

WILLIAMS GRAND PRIX ENGINEERING LIMITED
 PROFIT AND LOSS ACCOUNT
 FOR THE YEAR ENDED 30TH NOVEMBER 1990

<u>Note</u>	<u>1990</u>	<u>1989</u>
	<u>£</u>	<u>£</u>
1. Turnover	15,334,711	12,025,085
Administration expenses	(14,867,104)	(10,334,469)
2. Other operating income	860,434	932,174
3. Operating profit	<u>1,328,041</u>	<u>2,622,790</u>
6. Interest payable and similar charges	(27,420)	(199,453)
Profit on ordinary activities before taxation	<u>1,300,621</u>	<u>2,423,337</u>
7. Tax on profit on ordinary activities	(619,721)	(739,713)
Profit for the year/period	<u>680,900</u>	<u>1,683,624</u>
8. Dividends	(215,000)	(107,250)
Retained profit for the year/period	<u>465,900</u>	<u>1,576,374</u>
Retained profit brought forward	4,145,205	2,604,581
Retained profit	<u><u>£ 4,611,105</u></u>	<u><u>£ 4,180,955</u></u>

The notes on pages 7 to 12 form part of these financial statements.

WILLIAMS GRAND PRIX ENGINEERING LIMITED

BALANCE SHEET AS AT 30TH NOVEMBER 1990

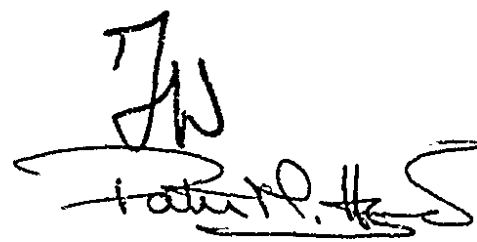
<u>Note</u>	<u>1990</u>		<u>1989</u>	
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
FIXED ASSETS				
10. Tangible assets		7,809,168		6,303,292
CURRENT ASSETS				
11. Stock		170,253		150,000
12. Debtors		1,668,005		2,248,111
Cash at bank and in hand		581,190		1,724,229
		<u>2,419,448</u>		<u>4,122,340</u>
CREDITORS				
13. amounts falling due within one year		<u>5,517,511</u>		<u>6,144,677</u>
NET CURRENT (LIABILITIES)		<u>(3,098,063)</u>		<u>(2,022,337)</u>
		<u>£4,711,105</u>		<u>£4,280,955</u>
Financed by:				
CAPITAL AND RESERVES				
14. Called up share capital		100,000		100,000
Profit and loss account		4,611,105		4,180,955
		<u>£4,711,105</u>		<u>£4,280,955</u>

The financial statements were approved by the board on 27th September 1991 .

F.O.G. Williams Esq.

} Directors

P.M. Head Esq.



The notes on pages 7 to 12 form part of these financial statements.

WILLIAMS GRAND PRIX ENGINEERING LIMITED
STATEMENT OF SOURCE AND APPLICATION OF FUNDS
FOR THE YEAR ENDED 30TH NOVEMBER 1990

	<u>1990</u>		<u>1989</u>	
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
SOURCE OF FUNDS				
Profit on ordinary activities before taxation		1,300,621		2,423,337
Adjustment for items not involving the movement of funds:				
Depreciation of fixed assets	798,363		663,834	-
(Profit) on disposal of fixed assets	(585,300)		(402,628)	
		<u>213,063</u>		<u>261,206</u>
Total generated from operations		<u>1,513,684</u>		<u>2,684,543</u>
Funds from other sources				
Proceeds on disposal of tangible fixed assets		2,673,291		3,624,898
		<u>4,186,975</u>		<u>6,309,441</u>
APPLICATION OF FUNDS				
Dividends paid	215,000		107,250	
Purchase of tangible fixed assets	4,392,230		5,307,586	
Tax and ACT paid	578,227		85,317	
		<u>5,185,457</u>		<u>5,500,153</u>
		<u>£ (998,482)</u>		<u>£ 809,288</u>
INCREASE/(DECREASE) IN WORKING CAPITAL				
Stock		20,253		-
Debtors and prepayments		(580,106)		1,601,350
Creditors and accruals		988,369		(1,289,132)
Hire purchase		-		18,961
Directors' accounts		-		267,243
		<u>428,516</u>		<u>598,422</u>
Movement in net liquid funds				
Cash at bank and in hand		(1,143,039)		(47,659)
Current instalment due on loan		-		115,792
Bank overdraft		(283,959)		142,733
		<u>£ (998,482)</u>		<u>£ 809,288</u>

The notes on pages 7 to 12 form part of these financial statements.

WILLIAMS GRAND PRIX ENGINEERING LIMITED

ACCOUNTING POLICIES

FOR THE YEAR ENDED 30TH NOVEMBER 1990

The following are the more important accounting policies adopted by the company :-

a) ACCOUNTING CONVENTION

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

b) DEPRECIATION

Tangible fixed assets are depreciated at annual rates to write off the cost of the assets over their estimated useful lives using the following methods and rates:-

	<u>% per annum</u>	<u>Method</u>
Plant & equipment	20	reducing balance
Fixtures & fittings	20	reducing balance
Motor vehicles	25	straight line
Aircraft	10	straight line
Pit equipment	20	reducing balance
Computer	20	reducing balance
Office equipment	20	reducing balance
Windtunnel and R & D equipment	20	reducing balance

No depreciation has been provided on the Freehold Property.

c) STOCK AND WORK IN PROGRESS

Stock is valued at the lower of cost and net realisable value of each item or group of items.

d) FOREIGN CURRENCIES

Assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. All profits and losses on exchange are dealt with in the profit and loss account.

e) HIRE PURCHASE COMMITMENTS

Assets obtained under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives. The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding. Rentals paid under operating leases are dealt with in the profit and loss account as incurred.

WILLIAMS GRAND PRIX ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH NOVEMBER 1990

1. TURNOVER

Turnover represents the invoiced value of goods sold and services rendered as principal excluding value added tax and trade discounts.

	<u>1990</u>	<u>1989</u>
	£	£
2. OTHER OPERATING INCOME		
Interest received	277,612	349,352
Contribution received	582,822	582,822
	<u>£ 860,434</u>	<u>£ 932,174</u>

3. OPERATING PROFIT

Operating profit is stated after charging:

Auditors remuneration	11,500	9,500
Directors emoluments (see note 4)	578,048	537,762
Depreciation	797,963	663,434
	<u> </u>	<u> </u>

	<u>1990</u>	<u>1989</u>
	£	£
4. DIRECTORS EMOLUMENTS		
Remuneration	368,048	326,079
Pension contributions	210,000	211,683
	<u> </u>	<u> </u>
	£578,048	£537,762
	<u> </u>	<u> </u>
Chairman's emoluments	£ 91,309	£104,362
	<u> </u>	<u> </u>

Particulars of other directors' emoluments were within the following ranges :-

	<u>Number</u>	<u>Number</u>
£ 60,001 to £ 65,000	-	1
£ 65,001 to £ 70,000	1	-
£160,001 to £165,000	-	1
£210,001 to £215,000	1	-

WILLIAMS GRAND PRIX ENGINEERING LIMITED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 30TH NOVEMBER 1990

	<u>1990</u>	<u>1989</u>
	<u>£</u>	<u>£</u>
5. STAFF COSTS		
Their total remuneration, including directors, was:-		
Wages and salaries	3,841,792	2,988,251
Social security costs	386,944	313,137
Other pension costs	271,988	245,391
	<u>£4,500,724</u>	<u>£3,546,779</u>
6. INTEREST PAYABLE AND SIMILAR CHARGES		
Bank loans and overdrafts and other loans wholly repayable within five years	27,420	138,531
Hire purchase charges	-	2,929
Loan interest	-	57,993
	<u>£ 27,420</u>	<u>£199,453</u>
7. TAX ON PROFIT ON ORDINARY ACTIVITIES		
Corporation tax on profits for the year/period	517,171	739,713
Under provision of tax in earlier years	102,550	-
	<u>£619,721</u>	<u>£739,713</u>
8. DIVIDENDS		
Paid	<u>£215,000</u>	<u>£107,250</u>

WILLIAMS GRAND PRIX ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH NOVEMBER 1990

9. TANGIBLE FIXED ASSETS

COST	As at	Additions	(Disposals)	As at
	1.12.1989			30.11.1990
	£	£	£	£
Freehold property	2,830,410	213,045	-	3,043,455
Plant & equipment	994,892	187,703	(30,000)	1,152,595
Fixtures & fittings	246,811	44,232	-	291,043
Motor vehicles	589,440	73,105	(30,187)	632,358
Aircraft	2,621,614	3,694,074	(2,621,614)	3,694,074
Pit equipment	129,059	18,051	-	147,110
Office equipment	188,373	32,072	-	220,445
Race engines	44,770	32,100	-	76,870
Race Gearbox	8,000	-	-	8,000
Windtunnel and R & D Equipment	314,196	12,227	-	326,423
Computer	78,904	85,621	-	164,525
	<u>£8,046,469</u>	<u>£4,392,230</u>	<u>£(2,681,801)</u>	<u>£ 9,756,898</u>

DEPRECIATION	As at	Provided in	(Disposals)	As at
	1.12.1989	the year		30.11.1990
	£	£	£	£
Freehold property	-	-	-	-
Plant & equipment	497,974	127,678	(25,000)	600,652
Fixtures & fittings	98,004	38,608	-	136,612
Motor vehicles	209,258	158,090	(22,640)	344,708
Aircraft	546,170	369,407	(546,170)	369,407
Pit equipment	74,443	14,533	-	88,976
Office equipment	85,179	27,053	-	112,232
Race engines	32,770	3,000	-	35,770
Race Gearbox	6,400	400	-	6,800
Windtunnel and R & D Equipment	163,074	32,670	-	195,744
Computer	29,905	26,924	-	56,829
	<u>£1,743,177</u>	<u>£ 798,363</u>	<u>£ (593,810)</u>	<u>£ 1,947,730</u>

WILLIAMS GRAND PRIX ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH NOVEMBER 1990

10. TANGIBLE FIXED ASSETS

NET BOOK VALUES

	As at 30.11.1990	As at 31.11.1989
	£	£
Freehold property	3,043,455	2,830,410
Plant & equipment	551,943	496,918
Fixtures & fittings	154,431	148,807
Motor vehicles	287,650	380,181
Aircraft	3,324,667	2,075,445
Pit equipment	58,134	54,616
Office equipment	108,213	103,194
Race engines	41,100	12,000
Race Gearbox	1,200	1,600
Windtunnel and R & D Equipment	130,679	151,122
Computer	107,696	48,999
	<u>£ 7,809,168</u>	<u>£ 6,303,292</u>

	1990	1989
	£	£
11. STOCK		
Racing spares and parts	150,000	150,000
Conference centre stocks	20,253	-
	<u>£170,253</u>	<u>£150,000</u>

12. DEBTORS

Amounts falling due within one year:		
Trade debtors	313,598	1,784,874
Prepayments	11,950	98,614
Other debtors	1,342,457	364,623
	<u>£1,668,005</u>	<u>£2,248,111</u>

WILLIAMS GRAND PRIX ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH NOVEMBER 1990

	<u>1990</u> £	<u>1989</u> £
13. CREDITORS		
Amounts falling due within one year:		
Bank overdraft	548,464	264,505
Trade creditors	1,301,119	2,229,126
Directors' accounts	605	605
Current corporation tax	830,960	753,716
Other taxes and social security	179,607	116,218
Accruals	346,531	13,923
Other creditors	2,310,225	2,766,584
	<u>£5,517,511</u>	<u>£6,144,677</u>

14. SHARE CAPITAL

Authorised 100,000 Ordinary shares of £1 each	<u>£100,000</u>	<u>£100,000</u>
Allotted, called up and fully paid 100,000 Ordinary shares of £1 each	<u>£100,000</u>	<u>£100,000</u>