

**SUMMERDALE TRUCK BODIES LIMITED**

DIRECTORS	-	R Montgomery Mrs M Montgomery K Harris
SECRETARY	-	Mrs M Montgomery
REGISTERED OFFICE	-	35 Lord Street Aston Birmingham B7 4DQ
REGISTERED NUMBER	-	1592097

**REPORT AND ACCOUNTS 31ST DECEMBER 1998**

PAGES	1	Report of the Directors
	2	Statement of Directors Responsibilities
	3	Report of the Auditors
	4	Profit & Loss Account
	5	Balance Sheet
	6-9	Notes to Accounts

.....  
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 DECEMBER 1998**

The Directors present their report and the financial statements for the year ended 31st December 1998.

**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.

**Dividends**

The Directors have paid a dividend of £20000 during the year.

**Fixed Assets**

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

**Year 2000**

The directors do not anticipate any significant problems or costs associated with the year 2000.

**Directors**

The Directors who served during the year and their beneficial interests in the company's issued share capital was as follows :-

**ORDINARY £1 SHARES**

R Montgomery	51
Mrs M Montgomery	49
	-----
	100
	-----

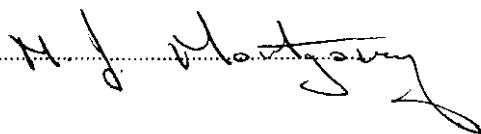
**Auditors**

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

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities.

This report was approved by the board on 5th October 1999 and signed on its behalf.

Mrs M Montgomery  
Director



## **SUMMERDALE TRUCK BODIES LIMITED**

### **STATEMENTS 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 :-

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 in appropriate 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 9 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities , under the historical cost convention and the accounting policies 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 independant opinion , based on our audit, on those statements and to report our opinion to you.

**BASIS OF OPINION**

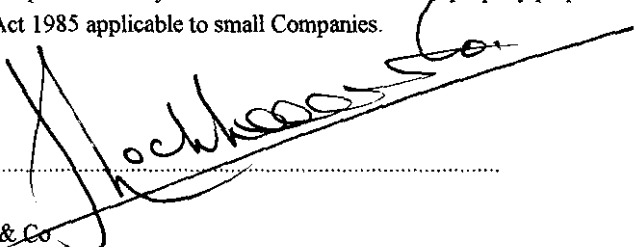
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination , on a test basis , of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements , and of whether the accounting policies are appropriate to the companys 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 of the company as at 31st December 1998 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  
1 The Granary  
Central Buildings  
High Street  
Wombourne  
South Staffs  
WV5 9DN

Date ..... 12<sup>th</sup> October 1999.

**SUMMERDALE TRUCK BODIES LIMITED**

**PROFIT & LOSS ACCOUNT**

**FOR THE YEAR ENDED 31ST DECEMBER 1998**

	<u>1998</u>	<u>1997</u>
Turnover	1809110	1968978
Cost of Sales	1422162	1530534
	-----	-----
Gross Profit	386948	438444
Administrative Expenses	323362	384979
	-----	-----
	63586	53465
Interest Payable	3499	6025
	-----	-----
Operating Profit	60087	47440
Taxation on profit on ordinary activities	15427	14472
	-----	-----
Profit on ordinary activities after taxation	44660	32968
Dividend	20000	20000
Goodwill	-	2500
	-----	-----
Retained profit for the year	24660	10468
Retained profit brought forward	75585	65117
	-----	-----
Retained profit carried forward	100245	75585
	-----	-----

There were no recognised gains and losses for 1998 and 1997 other than those included in the profit and loss account.

The notes on pages 6 to 9 form part of these accounts.

**SUMMERDALE TRUCK BODIES LIMITED**

**BALANCE SHEET AS AT 31ST DECEMBER 1998**

	<u>Note</u>	<u>1998</u>	<u>1997</u>
<b><u>FIXED ASSETS</u></b>			
Tangible assets	(8)	43853	46082
<b><u>CURRENT ASSETS</u></b>			
Stock & Work in Progress	(9)	83260	81472
Debtors	(10)	276962	174600
Cash in Hand		82	6
		-----	-----
		360304	256078
		-----	-----
<b><u>Less CREDITORS : Amounts</u></b>			
<b><u>falling due within one year.</u></b>			
Creditors	(11)	276147	205072
Directors		7252	543
Corporation Tax	(6)	15427	14472
		-----	-----
		298826	220087
		-----	-----
<b>NET CURRENT ASSETS</b>		61478	35991
		-----	-----
<b><u>TOTAL ASSETS LESS CURRENT LIABILITIES</u></b>		105331	82073
Less CREDITORS : Amounts falling			
due after more than one year	(12)	4986	6388
		-----	-----
		100345	75685
		-----	-----
<b><u>CAPITAL AND RESERVES</u></b>			
Called up Share Capital	(14)	100	100
Profit & Loss Account		100245	75585
		-----	-----
Shareholders Funds - All equity	(17)	100345	75685
		-----	-----

The Financial State ments which have been prepared in accordance with the special provisions of part vii of the Companies Act 1985 applicable to small companies and in accordance with the Financial Reporting Standard for smaller entities were approved by the board on 6th October 1999 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 DECEMBER 1998**

**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.

**1.3A 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:-

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

**1.7 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 DECEMBER 1998**

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 directors there is a reasonable probability that a liability or asset will crystallise in the near future.

1.10 **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>1998</u>	<u>1997</u>
Depreciation of Fixed Assets	11566	12324
Profit on disposal of vehicles	-	3502
Auditors Remuneration	2900	3850
Pension	4027	4842

4 **Directors Remuneration**

Emoluments for services as directors	49841	70060
	-----	-----

5 **Capital Commitments**

There were no Capital Commitments at the accounting date. (1997 - )

6 **Taxation**

UK Corporation Tax at 24%	-	6981
UK Corporation Tax at 21%	15427	7491
	-----	-----
	15427	14472
	-----	-----

7 **Dividend**

	20000	20000
	-----	-----



**SUMMERDALE TRUCK BODIES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31ST DECEMBER 1998**

9 **FIXED ASSETS**

	<u>Computer</u>	<u>Fix &amp; Fit</u>	<u>Plant &amp; Mach</u>	<u>Vehicles</u>	<u>Total</u>
<b><u>Cost</u></b>					
As at 1st Jan97	10584	19996	77291	23474	131345
Additions	4065	-	5272	-	9337
	-----	-----	-----	-----	-----
	14649	19996	82563	23474	140682
	-----	-----	-----	-----	-----
<b><u>Depreciation</u></b>					
As at 1st Jan 97	4738	14677	52047	13801	85263
Charge for the year	1982	1063	6103	2418	11566
	-----	-----	-----	-----	-----
	6720	15740	58150	16219	96829
	-----	-----	-----	-----	-----
<b><u>Net Book Values</u></b>					
1998	4677	4256	24413	7255	43853
	-----	-----	-----	-----	-----
1997	5846	5319	2524	9673	46082
	-----	-----	-----	-----	-----

Included above are assets held under hire purchase contracts amounting to NBV £10633 (97- £9236) with depreciation charged for the year of £2658 (97-£2306)

9 **Stock and work in progress**

**1998**

**1997**

Stock	42954	37151
Work in Progress	40306	44321
	-----	-----
	83260	81472
	-----	-----

10 **Debtors all due within one year**

Trade	268287	167472
Prepayments	8675	7128
	-----	-----
	276962	174600
	-----	-----

11 **Creditors amounts falling due within one year**

Bank Overdraft (secured)	34751	17685
Hire Purchase	4553	3333
Trade Creditors	194591	152811
Social Security and Taxes	26603	23972
Accruals	15649	7271
	-----	-----
	276147	205072
	-----	-----

The Bank Overdraft is subject to a debenture and the personal guarantees of Mr & Mrs Montgomery.

**SUMMERDALE TRUCK BODIES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31ST DECEMBER 1998**

12	<b><u>Creditors : Amounts falling due after more than one year</u></b>		
	Hire Purchase	4986	6388
		-----	-----
13	<b><u>Deferred Taxation</u></b>		
	No provision is made for deferred taxation. The additional potential liability for deferred taxation not provided was as follows :-		
	Accelerated Capital Allowances £2191 (1997 - £2280)		
		<b><u>Authorised</u></b>	<b><u>Issued</u></b>
14	<b><u>Called up Share Capital</u></b>	£	£
	Ordinary Shares of £1 each	100	100
		-----	-----
15	<b><u>Contingent Liabilities</u></b>		
	The company had no contingent liabilities at the accounting date (1997 - )		
16	<b><u>Interest Payable</u></b>		
	On Bank Loans, overdrafts and other loans		
	Repayable within 5 years and not by instalments	3499	6025
		-----	-----
17	<b><u>Movement on Shareholders Funds</u></b>		
	Profit for the Year	44600	32968
	Less Dividends	-20000	-20000
	Less Goodwill	-	-2500
	Opening Shareholders Funds	75685	65217
		-----	-----
	Closing Shareholders Funds	100345	75685
		-----	-----
18	<b><u>Car Rentals</u></b>		
	Amount due within 1 year	15297	13551
	Amount due within 1-2 years	15297	13551
	Amount due within 2-5 years	5538	9484
19	<b><u>Directors Loans</u></b>		
	During the year the Directors have introduced into the company £20000 (97-£21723) with private payments made by the company on their behalf of £13291 (97 £ 26387).		
20	The comparative figures for 1997 are for a 16 month period.		