

COMMERCIAL FINANCE (SOUTH LANCs) LIMITED  
ABBREVIATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 1997

COMPANY NO: 546305

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BEDI JAMES ASSOCIATES  
Chartered Accountants



COMMERCIAL FINANCE (SOUTH LANCS) LIMITED  
ABBREVIATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 1997

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COMMERCIAL FINANCE (SOUTH LANCS) LIMITED  
 ABBREVIATED BALANCE SHEET  
 AS AT 31 MARCH 1997

	<u>Note</u>		<u>1996</u>
<b><u>FIXED ASSETS</u></b>			
Tangible assets	2	76,163	78,176
Investments		13,038	13,038
		<u>89,201</u>	<u>91,214</u>
<b><u>CURRENT ASSETS</u></b>			
Debtors	3	242,359	213,084
Cash at bank and in hand		50	30
		<u>242,409</u>	<u>213,114</u>
<b><u>CREDITORS</u></b>			
Amounts falling due within one year		157,714	133,599
<b><u>NET CURRENT ASSETS</u></b>		<u>84,695</u>	<u>79,515</u>
<b><u>TOTAL ASSETS LESS CURRENT LIABILITIES</u></b>		<u>173,896</u>	<u>170,729</u>
<b><u>CREDITORS</u></b>			
Amounts falling due after more than one year	4	7,913	12,756
<b><u>PROVISION FOR LIABILITIES AND CHARGES</u></b>			
Deferred taxation		-	-
		<u>7,913</u>	<u>12,756</u>
<b><u>NET ASSETS</u></b>		<u>£165,983</u>	<u>£157,973</u>
<b><u>CAPITAL AND RESERVES</u></b>			
Called up share capital	5	21,500	21,500
Reserves		144,483	136,473
<b><u>SHAREHOLDERS' FUNDS</u></b>		<u>£165,983</u>	<u>£157,973</u>

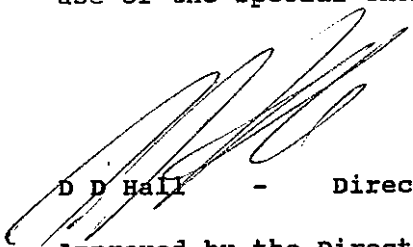
The Directors consider that the Company is entitled to exemption from the requirement to have an audit under the provisions of Section 249A(1) of the Companies Act 1985. Shareholders holding 10% or more of the nominal value of the Company's issued share capital have not issued a notice requiring an audit. The Directors acknowledge their responsibilities for ensuring that the Company keeps accounting records which comply with Section 221 of the Companies Act 1985, and for preparing Financial Statements which give a true and fair view of the state of affairs of the Company as at 31 March 1997 and of its profit for the year then ended in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to the Financial Statements so far as applicable to the Company.

COMMERCIAL FINANCE (SOUTH LANCS) LIMITED  
ABBREVIATED BALANCE SHEET (CONTINUED)  
AS AT 31 MARCH 1997

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In preparing these Abbreviated Financial Statements the Directors have taken advantage of the exemptions conferred by Schedule 8 Part III A of the Companies Act 1985, and have done so on the grounds that, in their opinion, the Company qualifies as a small Company and is entitled to make use of the exemptions.

In preparing the Financial Statements the Directors have taken advantage of special exemptions applicable to small companies under Schedule 8 Part I of the Companies Act 1985, and have done so on the grounds that, in their opinion, the Company qualifies as a small Company and is entitled to make use of the special exemptions.



D D Hall - Director

Approved by the Directors on 13 May 1997

The notes on pages 3 and 4 form part of these Abbreviated Financial Statements.

1. ACCOUNTING POLICIES

Basis of Preparation of Financial Statements

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets, and include the results of the Company's operations as indicated in the Directors' Report, 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.

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 less their estimated residual value, over their expected useful lives on the following bases:-

Investment Property	Nil
Motor Vehicles	25% straight line basis
Office Fixtures and Fittings	15% straight line basis

In the year of purchase, depreciation is provided on a proportional basis.

Investment Properties

Investment properties and land are stated at open market value in accordance with Statement of Standard Accounting Practice No. 19. This is a departure from the requirement of the Companies Act 1985 to provide depreciation although the directors consider that the valuation results in the Financial Statements giving a true and fair view.

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.

Turnover

Turnover is the amount receivable in the ordinary course of business in respect of interest on loan advances and net rents from properties. Interest earned is taken to the profit and loss account as it is received.

COMMERCIAL FINANCE (SOUTH LANCS) LIMITED  
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONTINUED)  
FOR THE YEAR ENDED 31 MARCH 1997

2. FIXED ASSETS

	<u>Tangible Fixed Assets</u>	<u>Investments</u>	<u>Total</u>
<u>Cost or valuation</u>			
At 1 April 1996	86,501	13,038	99,539
Additions	285	-	285
	<u>          </u>	<u>          </u>	<u>          </u>
At 31 March 1997	£86,786	£13,038	£99,824
	<u>          </u>	<u>          </u>	<u>          </u>
<u>Depreciation</u>			
At 1 April 1996	8,325	-	8,325
Charge for the year	2,298	-	2,298
	<u>          </u>	<u>          </u>	<u>          </u>
At 31 March 1997	£10,623	£ -	£10,623
	<u>          </u>	<u>          </u>	<u>          </u>
<u>Net book value</u>			
At 31 March 1997	£76,163	£13,038	£89,201
	<u>          </u>	<u>          </u>	<u>          </u>
At 1 April 1996	£78,176	£13,038	£91,214
	<u>          </u>	<u>          </u>	<u>          </u>

3. DEBTORS

Debtors include an amount of £132,540 (1996 £117,895) falling due after more than one year.

4. CREDITORS

	<u>1997</u>	<u>1996</u>
	<u>£</u>	<u>£</u>
Creditors include the following:		
Secured creditors	37,254	30,494
	<u>          </u>	<u>          </u>

5. CALLED UP SHARE CAPITAL

	<u>Number Authorised</u>		<u>Allotted, Issued and Fully Paid</u>	
	<u>1997</u>	<u>1996</u>	<u>1997</u>	<u>1996</u>
Ordinary Shares of £1 each	30,000	30,000	17,000	17,000
Ordinary 'A' Shares of £1 each	5,000	5,000	4,500	4,500
12½% Redeemable Cumulative Preference Shares of £1 each	15,000	15,000	-	-
5% Redeemable Cumulative Preference Shares of £1 each	10,000	10,000	-	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
	60,000	60,000	£21,500	£21,500
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>