

Registered Number :

00886732

England and Wales

Registrar of Companies copy

1.

MOTOR BODY SERVICES (SALFORD) LIMITED

AUDITORS' REPORT UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 4, together with the financial statements of the company for the year ended 31st August 1997 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of Directors and Auditors

The Directors are responsible for preparing the abbreviated accounts in accordance with 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 Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of Opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.



PARKER GRADWELL & CO.

Chartered Accountants and Registered Auditor

5th November 1997

17 Chapel Street, Hyde, Cheshire.




MOTOR BODY SERVICES (SALFORD) LIMITED

ABBREVIATED BALANCE SHEET - 31ST AUGUST 1997

	<u>Note</u>	<u>1997</u>	<u>1996</u>
<u>FIXED ASSETS</u>			
Tangible assets	2	503,680	476,179
<u>CURRENT ASSETS</u>			
Stocks		185,163	108,592
Debtors		217,630	181,779
Cash at bank and in hand		<u>500,977</u>	<u>417,259</u>
		903,770	707,630
LESS:			
<u>CREDITORS</u>			
Amounts falling due within one year		<u>502,643</u>	<u>368,189</u>
NET CURRENT ASSETS		<u>401,127</u>	<u>339,441</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		904,807	815,620
<u>PROVISION FOR LIABILITIES AND CHARGES</u>			
Deferred taxation		<u>29,000</u>	<u>22,800</u>
		<u>£875,807</u>	<u>£792,820</u>
<u>CAPITAL AND RESERVES</u>			
Called up share capital	3	2,000	2,000
Profit and loss account		<u>873,807</u>	<u>790,820</u>
SHAREHOLDERS' FUNDS		<u>£875,807</u>	<u>£792,820</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the Board  
on 31st October 1997


 ..... - Director

The notes on pages 3 and 4 form part of these abbreviated accounts

MOTOR BODY SERVICES (SALFORD) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31ST AUGUST 1997

1. ACCOUNTING POLICIES

The accounts have been based on the following accounting policies which, except where otherwise stated, are consistent with the previous year.

Basis of Accounting

The accounts have been prepared under the historical cost convention and in accordance with the Companies Act 1985 and applicable Accounting Standards.

Depreciation

Depreciation is provided on the reducing balance basis, with the exception of that for freehold buildings, which is provided on the cost. The following rates apply :-

Freehold buildings	2½ % per annum
Motor vehicles	25 % per annum
Plant and machinery	5 % per annum
Fixtures and fittings	15 % per annum

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for any obsolete or slow moving items. In the case of finished goods, and work in progress, cost comprises direct materials, direct labour and a proportion of manufacturing fixed and variable overheads dependent upon the stage of production reached.

Deferred Taxation

Provision is made for deferred taxation at the rate of Corporation Tax ruling at the year end, except in respect of any reduction in that liability which is reasonably expected to continue for the foreseeable future.

Pension Costs

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions are charged to the Profit and Loss Account in the period in which they are incurred.

Operating Leases

Rental charges under operating leases are charged to the Profit and Loss Account on a straight line basis over the life of the lease.

MOTOR BODY SERVICES (SALFORD) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31ST AUGUST 1997

2. TANGIBLE FIXED ASSETS

<u>Cost or Valuation</u>	<u>Total</u>
At 1st September 1996	615,917
Additions	113,463
Disposals	<u>(67,710)</u>
At 31st August 1997	<u>£661,670</u>
<u>Depreciation</u>	
At 1st September 1996	139,738
Charge for the year	39,230
Disposals	<u>(20,978)</u>
At 31st August 1997	<u>£157,990</u>
<u>Net Book Value</u>	
At 31st August 1997	<u>£503,680</u>
At 31st August 1996	<u>£476,179</u>

3. 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	<u>2,000</u>	<u>2,000</u>	<u>£2,000</u>	<u>£2,000</u>