

DIRECTORS' REPORT

The directors present their annual report and the audited financial statements for the year ended 30 June 1995.

ACTIVITIES

The company's principal activity is that of a haulage and transport broker.

REVIEW OF DEVELOPMENTS AND FUTURE PROSPECTS

The company has continued to perform satisfactorily given the general economic climate. The company expects improved results in the forthcoming financial year.

The loss after tax amounted to £12,807 (1994 : Loss £5,725). The amount absorbed by reserves is as follows:-

Dividends paid and proposed	750
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Reserves	£13,557
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DIVIDENDS

The preference dividends have been paid in full during the year.

DIRECTORS' INTERESTS

The directors and their interests in the share capital of the company at the beginning and the end of the year were as follows:-

	30.6.95	30.6.94	30.6.95	30.6.94
	£1 Ordinary Shares		£1 7½% preference shares	
Mr. P. F. Brown	26	2	10,000	10,000
Mr. P. P. O'Halloran	24	24	-	-
Mr. T. W. Nash	-	24	-	-
(resigned 26:8:94)				

SMALL COMPANY

Advantage has been taken in the preparation of this report, of the special exemptions applicable to small companies.

BY ORDER OF THE BOARD

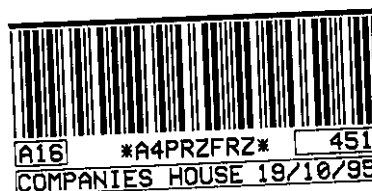
P O'Halloran

MRS. P. O'HALLORAN
SECRETARY

REGISTERED OFFICE:

FISHERS WAY
BELVEDERE
KENT DA17 6BS

COMPANY NO: 1627530



AUDITORS REPORT TO THE MEMBERS OF
CONSORT CARRIERS LIMITED

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We have audited the financial statements on pages 3 to 9 which have been prepared under the historical cost convention and the policies set out on page 5.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND AUDITORS

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:

- A. select suitable accounting policies and then apply them consistently;
- B. make judgements and estimates that are reasonable and prudent;
- C. prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue 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 prevention and detection of fraud and other irregularities.

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 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 misstatement, 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 30 June 1995 and of the loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



ROGER H. BROWN
REGISTERED AUDITOR
CHARTERED ACCOUNTANTS
4 HIGH STREET
KEYNSHAM BRISTOL BS18 1DQ

DATE

 1995

PROFIT AND LOSS ACCOUNT
YEAR ENDED 30 JUNE 1995

	NOTE	1995	1994
Turnover		579,051	541,785
Cost of sales		517,241	472,488
		<hr/>	<hr/>
Gross profit		61,810	69,297
		<hr/>	<hr/>
Distribution costs		9,310	11,317
Administrative expenses		64,199	64,227
		<hr/>	<hr/>
		73,509	75,544
		<hr/>	<hr/>
Operating (loss)		(11,699)	(6,247)
Other interest receivable and similar income		162	393
Interest payable and similar charges	2	(1,270)	(1,101)
		<hr/>	<hr/>
(Loss) on ordinary activities before taxation	3	(12,807)	(6,955)
Tax on (loss) on ordinary activities	5	-	1,230
		<hr/>	<hr/>
(Loss) on ordinary activities after taxation		(12,807)	(5,725)
Dividends paid and proposed	6	(750)	(13,250)
		<hr/>	<hr/>
(Loss) for the financial year		(13,557)	(18,975)
Balance on profit and loss account brought forward		288	19,263
		<hr/>	<hr/>
Balance on profit and loss account carried forward		£(13,269)	£ 288
		<hr/>	<hr/>

The notes on pages 5 to 9 form part of these financial statements.

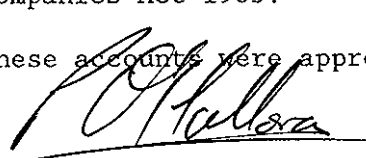
There are no other recognised gains or losses other than the loss for the year.

BALANCE SHEET
30 JUNE 1995

	NOTE	1995	1994
FIXED ASSETS			
Tangible assets	7	15,561	12,860
CURRENT ASSETS			
Work-in-progress	8	4,068	1,769
Debtors	9	131,032	146,191
Cash at bank		13,603	3,874
		<hr/>	<hr/>
		148,703	151,834
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	10	(165,116)	(154,356)
		<hr/>	<hr/>
NET CURRENT (LIABILITIES)		(16,413)	(2,522)
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		(852)	10,338
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	11	(2,367)	-
PROVISIONS FOR LIABILITIES AND CHARGES	12	-	-
		<hr/>	<hr/>
		£ (3,219)	£ 10,338
		<hr/>	<hr/>
CAPITAL AND RESERVES			
Called up share capital	13	10,050	10,050
Profit & loss account		(13,269)	288
		<hr/>	<hr/>
		£ (3,219)	£ 10,338
		<hr/>	<hr/>

Advantage has been taken in the preparation of the accounts of special exemptions applicable to small companies on the grounds that, in the directors' opinion, the company qualifies as a small company under S246 and S247 of the Companies Act 1985.

These accounts were approved by the board of directors on 5th October 1995


P. O'Halloran - Director

The notes on pages 5 to 9 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 1995

1. ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the company's financial statements and have remained unchanged from the previous year.

- (a) Basis of accounting
The accounts have been prepared under the historical cost accounting rules.
- (b) Tangible fixed assets
Depreciation is calculated to write off the cost of fixed assets over the estimated lives of the assets. The rates of depreciation are as follows:-

Computer equipment	25% per annum straight line
Office equipment	20% per annum on reducing balance
Motor vehicles	25% per annum on reducing balance
- (c) Stock
Stock and work in progress are valued at the lower of realisable value.
- (d) Deferred taxation
Deferred taxation is provided at the anticipated tax rates on differences arising from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements to the extent that it is probable that a liability or asset will crystallise in the future.
- (e) Pension Scheme
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. The amount charged against profits represents the contributions payable to the scheme in respect of the accounting year.
- (f) Leases
Where the company enters into a lease which entails taking all the risks and rewards of ownership of an asset, the lease is treated as a hire purchase lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated over its estimated useful life or term of the lease, whichever is shorter. Future instalments under such leases, net of finance charges, are included with creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account under the term 'interest payable and similar charges', and the capital element which reduces the outstanding obligation for future instalments included with creditors.

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 1995 (CONTINUED)

2.	INTEREST PAYABLE AND SIMILAR CHARGES	1995	1994
	H.P Interest	1,084	1,101
	Other Interest	186	-
		<hr/>	<hr/>
		£ 1,270	£ 1,101
		<hr/>	<hr/>
3.	PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	1995	1994
	Profit on ordinary activities before taxation is after charging:		
	Hire of plant and machinery	£ 1,050	£ 4,200
	Depreciation of tangible fixed assets	£ 4,999	£ 4,368
	Auditors' remuneration	£ 3,065	£ 3,297
	Directors' remuneration	£22,708	£26,000
		<hr/>	<hr/>
4.	EMPLOYEE COSTS DURING THE YEAR:	1995	1994
	Wages and salaries	45,472	39,018
	Social security costs	6,144	3,597
	Other pension costs	-	1,200
		<hr/>	<hr/>
		£51,616	£43,815
		<hr/>	<hr/>
	Average number of persons employed	No.	No.
	Management	2	2
	Administration	2	2
		<hr/>	<hr/>
		4	4
		<hr/>	<hr/>
	Directors' emoluments:		
	Salaries	22,708	26,000
	Pension contributions	-	1,200
	Benefits in kind	-	7,690
		<hr/>	<hr/>
		£22,708	£34,890
		<hr/>	<hr/>
5.	TAX ON PROFIT ON ORDINARY ACTIVITIES	1995	1994
	United Kingdom corporation tax at 25% based on profit for the year	-	(1,305)
	Deferred taxation	-	-
	Underprovision prior years	-	75
		<hr/>	<hr/>
		-	(1,230)
		<hr/>	<hr/>

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 1995 (CONTINUED)

6.	DIVIDENDS		1995	1994
	Interim paid on f1 ordinary shares at f250 per share		-	12,500
	f1 7½% preference shares - paid		750	750
			<u>750</u>	<u>12,500</u>
			£ 750	£13,250
			<u>750</u>	<u>13,250</u>
7.	TANGIBLE FIXED ASSETS			
		TOTAL	OFFICE EQUIPMENT	MOTOR VEHICLES
	COST			
	At 1.7.94	26,373	11,430	14,943
	Additions	-	-	-
	Disposal	7,700	-	7,700
		<u>18,673</u>	<u>11,430</u>	<u>14,943</u>
	At 30.6.95	£34,073	£11,430	£22,643
		<u>34,073</u>	<u>11,430</u>	<u>22,643</u>
	ACCUMULATED DEPRECIATION			
	At 1.7.94	13,513	6,981	6,532
	Provisions	4,999	1,452	3,547
	Disposals	-	-	-
		<u>18,512</u>	<u>8,433</u>	<u>10,079</u>
	At 30.6.95	£18,512	£8,433	£10,079
		<u>18,512</u>	<u>8,433</u>	<u>10,079</u>
	NET BOOK VALUE			
	At 30.6.95	£15,561	£2,997	£12,564
		<u>15,561</u>	<u>2,997</u>	<u>12,564</u>
	At 30.6.94	£12,860	£4,449	£ 8,411
		<u>12,860</u>	<u>4,449</u>	<u>8,411</u>
	The net book value of assets includes £5,769 (1994 - £8,411) in respect of assets held under hire purchase leases.			
8.	STOCKS		1995	1994
	Work in progress		£4,068	£1,769
			<u>4,068</u>	<u>1,769</u>

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 1995 (CONTINUED)

9.	DEBTORS	1995	1994
	Trade debtors	126,101	139,515
	Other debtors	4,931	5,246
	Prepayments and accrued income	-	1,430
		<u> </u>	<u> </u>
		£131,032	£146,191
		<u> </u>	<u> </u>
10.	CREDITORS: Amounts falling due within one year	1995	1994
	Obligation under Hire Purchase and finance leases	1,893	2,897
	Corporation tax	94	-
	Trade creditors	130,375	112,358
	Taxation and social security	8,945	9,481
	Directors loan accounts	16,209	23,755
	Accruals	7,600	5,865
	Dividends proposed	-	-
		<u> </u>	<u> </u>
		£165,116	£154,356
		<u> </u>	<u> </u>
11.	CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	1995	1994
	Obligations under finances leases and hire purchase contracts	£ 2,367	-
		<u> </u>	<u> </u>
12.	DEFERRED TAXATION		
	The amounts of deferred taxation provided in the accounts are:	1995	1994
	Balance brought forward	-	-
	Profit and loss account	-	-
		<u> </u>	<u> </u>
		-	-
		<u> </u>	<u> </u>

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 1995 (CONTINUED)

13. CALLED UP SHARE CAPITAL

	1995	1994
Authorised:		
£1 Ordinary shares	100	100
£1 7½ cumulative preference shares	10,000	10,000
	<hr/>	<hr/>
	£10,100	£10,100
	<hr/>	<hr/>
Allotted and fully paid:		
£1 Ordinary shares	50	50
£1 7½% cumulative preference shares	10,000	10,000
	<hr/>	<hr/>
	£10,050	£10,050
	<hr/>	<hr/>

14. MOVEMENTS IN SHAREHOLDERS FUNDS

	1995	1994
Opening balance of shareholders funds	10,338	29,313
(Loss) for the year	(13,557)	(18,975)
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Closing balance of shareholders funds	£(3,219)	£10,338
	<hr/>	<hr/>

15. DIRECTORS INTERESTS IN TRANSACTIONS

The company leases certain vehicles from Mr. P. F. Brown who is one of the directors. This is done on normal commercial terms, the amount being paid during this year being £1,050 (1994 £4,200).