

REGISTRAR'S COPY

GRAHAMS TYRES LIMITED

ABBREVIATED ACCOUNTS  
YEAR TO 31 DECEMBER 1997

Company Registered Number 1681822



GRAHAMS TYRES LIMITED

ABBREVIATED BALANCE SHEET AT 31 DECEMBER 1997

	<u>Notes</u>	£	£	£	1996	£
<u>FIXED ASSETS</u>						
Intangible Assets	3		1,100			1,320
Tangible Assets	4		<u>154,461</u>			<u>132,105</u>
			155,561			133,425
<u>CURRENT ASSETS</u>						
Stocks		25,427		26,964		
Debtors		28,367		37,236		
Cash at Bank and In Hand		<u>5,078</u>		<u>15,415</u>		
		58,872		79,615		
<u>CREDITORS</u> - amounts falling due within One Year	5	<u>139,777</u>		<u>137,077</u>		
<u>NET CURRENT (LIABILITIES)</u>			( 80,905)			( 57,462)
<u>TOTAL ASSETS LESS</u> <u>CURRENT LIABILITIES:</u>			74,656			75,963
<u>CREDITORS</u> - amounts falling due after more than One Year		12,081		26,166		
<u>PROVISIONS FOR LIABILITIES AND CHARGES</u>						
Deferred Taxation		<u>2,341</u>		<u>2,341</u>		
			<u>14,422</u>			<u>28,507</u>
			£ 60,234			£ 47,456
<u>CAPITAL AND RESERVES</u>						
Called Up Share Capital	6		100			100
Profit and Loss Account			<u>60,134</u>			<u>47,356</u>
<u>SHAREHOLDERS' FUNDS:</u>			£ 60,234			£ 47,456

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

Signed on behalf of the directors  
August 1998.

G E ANDREWS, Director, on 11

The notes on pages 2 to 5 form an integral part of these accounts.

GRAHAMS TYRES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 1997

1. ACCOUNTING POLICIES

**Turnover.** Represents net invoiced sales of goods, excluding VAT.

**Depreciation** of tangible fixed assets is provided at the following annual rates in order to write off each asset over its estimated useful life:

Freehold Property	2%	Straight Line
Plant and Equipment	25%	Reducing Balance
Building Improvements	2%	Straight Line
Motor Vehicles	25%	Reducing Balance

**Hire Purchase Contracts.** Fixed assets acquired under hire purchase contracts are included in the balance sheet at cost, appropriate provision being made for depreciation. The present value of the future payments is shown as a liability. Interest payable in each period is charged to profit and loss account in proportion to the amount outstanding under the contract. Operating lease rentals are charged to profit and loss account as incurred.

**Stocks** and work in progress are valued at the lower of cost and net realisable value, after making allowance for obsolete and slow moving items.

**Deferred Taxation.** Provision is made at appropriate rates for taxation deferred in respect of all material timing differences 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 foreseeable future.

**Pensions.** The company has a defined contribution pension scheme. The cost of the contributions made by the company to the scheme are charged to profit and loss account as incurred.

**Goodwill** is to be amortised over ten years by the straight line method. Ten years is the considered useful economic life of the goodwill.

GRAHAMS TYRES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 1997

2. TRANSACTIONS INVOLVING DIRECTORS AND OTHERS

Directors Loan Accounts

	<u>1997</u>	<u>1996</u>
	£	£
G E Andrews	12,925	23,640
J Andrews	1,369	1,410
J L Davenport	<u>4,293</u>	<u>4,293</u>
	<u>£18,587</u>	<u>£29,343</u>

The maximum outstanding during the year:

G E Andrews	23,640
J Andrews	3,869
J L Davenport	<u>4,293</u>

3. INTANGIBLE ASSETS

	<u>Goodwill</u>
	£
Cost at 01.01.97	<u>2,200</u>
At 31.12.97	£ <u>2,200</u>
Amortisation at 01.01.97	880
Charge for the Year	<u>220</u>
At 31.12.97	£ <u>1,100</u>
WRITTEN DOWN AMOUNT	
At 31.12.97	£ <u>1,100</u>
WRITTEN DOWN AMOUNT	
At 31.12.96	£ <u>1,320</u>

GRAHAMS TYRES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 1997

4. TANGIBLE FIXED ASSETS

	<u>Freehold</u> <u>Property</u>	<u>Plant</u> <u>and</u> <u>Equipment</u>	<u>Motor</u> <u>Vehicles</u>	<u>Building</u> <u>Improvements</u>	<u>TOTAL</u>
	£	£	£	£	£
Cost or Valuation					
At 01.01.97	108,093	30,197	28,770	18,157	185,217
Additions	---	541	16,395	22,653	39,589
Disposals	---	---	( 16,400)	---	( 16,400)
At 31.12.97	<u>£108,093</u>	<u>£30,738</u>	<u>£28,765</u>	<u>£40,810</u>	<u>£208,406</u>
Depreciation at					
01.01.97	9,907	24,123	18,050	1,032	53,112
On Disposals	---	---	( 8,637)	---	( 8,637)
Charge for the Year	<u>2,161</u>	<u>1,654</u>	<u>4,839</u>	<u>816</u>	<u>9,470</u>
At 31.12.97	<u>£ 12,068</u>	<u>£25,777</u>	<u>£14,252</u>	<u>£ 1,848</u>	<u>£ 53,945</u>
WRITTEN DOWN AMOUNT					
At 31.12.97	<u>£ 96,025</u>	<u>£ 4,961</u>	<u>£14,513</u>	<u>£38,962</u>	<u>£154,461</u>
WRITTEN DOWN AMOUNT					
At 31.12.96	<u>£ 98,186</u>	<u>£ 6,074</u>	<u>£10,720</u>	<u>£17,125</u>	<u>£132,105</u>

GRAHAMS TYRES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 1997

5. CREDITORS

Security has been given by the company to secure £67,679 of the amount shown under Creditors.

6. CALLED UP SHARE CAPITAL

	<u>1997</u>	<u>1996</u>
	£	£
Authorised	£ <u>1,000</u>	£ <u>1,000</u>
Allotted, called up and fully paid	£ <u>100</u>	£ <u>100</u>

GRAHAMS TYRES LIMITED

AUDITORS' REPORT TO  
GRAHAMS TYRES LIMITED  
UNDER SECTION 247B OF THE  
COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 1 to 5 together with the financial statements of the Company for the year ended 31 December 1997, prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

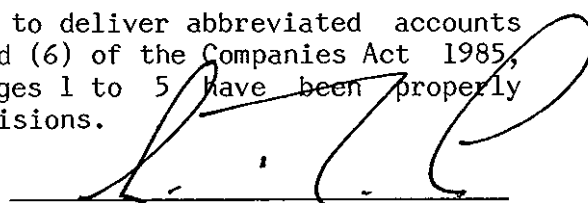
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246(5) and (6) of the Act to the registrar of companies and whether the accounts are properly prepared in accordance with those provisions and report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we considered 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 in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 1 to 5 have been properly prepared in accordance with those provisions.



Anthony Donnelly & Co.,  
Chartered Certified Accountants  
and Registered Auditors  
Daisy Walk  
Netherthorpe  
SHEFFIELD  
S3 7PJ

11 August 1998