

PMC (HOLDINGS) UK LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 1995



AUDITORS REPORT TO THE DIRECTORS OF

PMC (HOLDINGS) UK LIMITED

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 3 to 6 together with the financial statements PMC (Holdings) UK Limited prepared under Section 226 of the Companies Act 1985 for the year 30 September 1995.

Respective responsibilities of Directors and Auditors

The Directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the Company's entitlement to the exemptions claimed in the Directors' statement on page 3 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the Company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does 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 under Section 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 30 September 1995, and the abbreviated accounts on pages 2 to 5 have been properly prepared in accordance with that Schedule.

Other information

On 26 April 1997 we reported, as auditors of PMC (Holdings) UK Limited, to the shareholders on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 30 September 1995 and our audit report was as follows:-

"We have audited the financial statements on pages 4 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 6 .

Respective responsibilities of Directors and Auditors

As described on page 1 the Company's Directors are responsible for the preparation of financial statements. 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 the Company's affairs at 30 September 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985 applicable to small companies."

GRUBER LEVINSON FRANKS

Gruber Lennon Franks

Chartered Accountants
Registered Auditor

26 April 1997

Peter House
Oxford Street
MANCHESTER
M1 5AN

**AUDITORS' REPORT TO THE DIRECTORS OF
PMC (HOLDINGS) UK LIMITED
PURSUANT TO SECTION 248(3) OF THE COMPANIES ACT 1985**

We have examined the financial statements of the Company and each of its subsidiaries for the year ended 30 September 1995.

Basis of opinion

The scope of our work for the purposes of this report was limited to confirming that the Company is entitled to the exemption from preparing group financial statements.

Opinion

In our opinion the Company is entitled to the exemption from preparing group financial statements conferred by Section 248 of the Companies Act 1985.

GRUBER LEVINSON FRANKS

26 April 1997

Gruber Levinson Franks

Peter House
Oxford Street
Manchester
M1 5AN

Chartered Accountants
Registered Auditors

PMC (HOLDINGS) UK LIMITED

ABBREVIATED BALANCE SHEET

AS AT 30 SEPTEMBER 1995

NOTES	1995	1994
	£	£
FIXED ASSETS		
1 Intangible assets	6,000	6,750
1 Tangible assets	3,669	-
1 Investments	<u>4</u>	<u>4</u>
	9,673	6,754
CURRENT ASSETS		
Stocks	717,832	601,921
Debtors - due within one year	39,101	1,712
Cash at bank and in hand	<u>39,950</u>	<u>1,816</u>
	796,883	605,449
CREDITORS: Amounts falling due within one year	<u>426,545</u>	<u>354,385</u>
NET CURRENT ASSETS	<u>370,338</u>	<u>251,064</u>
TOTAL ASSETS LESS CURRENT LIABILITIES	380,011	257,818
2 CREDITORS: Amounts falling due after more than one year	<u>278,740</u>	<u>196,434</u>
NET ASSETS	<u>101,271</u>	<u>61,384</u>
CAPITAL AND RESERVES		
3 Called up share capital	50,000	50,000
Profit and loss account	<u>51,271</u>	<u>11,384</u>
Shareholders' funds	<u>101,271</u>	<u>61,384</u>

In preparing these abbreviated accounts:-

(a) Advantage has been taken of the exemptions conferred by Section A Part III of Schedule 8 to the Companies Act 1985, and

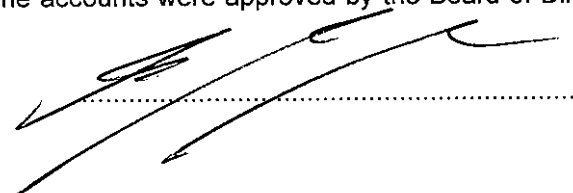
(b) In the Directors' opinion the Company is entitled to these exemptions as a small company.

In preparing the Company's financial statements:-

(a) Advantage has been taken of the special exemptions applicable to small companies conferred by Part 1 of Schedule 8 to the Companies Act 1985, and

(b) In the Directors' opinion the Company is entitled to these exemptions as a small company.

The accounts were approved by the Board of Directors on 26 April 1997, and signed on their behalf by:-

 G R TORKINGTON - DIRECTOR

PMC (HOLDINGS) UK LIMITED
ABBREVIATED ACCOUNTS
ACCOUNTING POLICIES
FOR THE YEAR ENDED 30 SEPTEMBER 1995

The following accounting policies have been adopted in preparing the Company's financial statements.

1. ACCOUNTING CONVENTION

The financial statements are prepared in accordance with the Companies Act 1985, as applicable to small companies, under the historical cost convention, no allowance having been made for changes in the value of money.

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.

2. TURNOVER

Turnover represents the net total of goods sold during the financial year, excluding V.A.T.

3. TANGIBLE FIXED ASSETS AND DEPRECIATION

Fixed assets are stated at cost less accumulated depreciation. Depreciation has been provided so as to write off the cost of tangible fixed assets less estimated residual value, by equal instalments over their estimated useful lives, at the following rates:-

Plant and machinery etc	25% p.a.
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4. FRANCHISE

The cost of the franchise is being amortised in equal instalments over 10 years being the Directors' estimate of its useful economic life.

5. LEASING AND HIRE PURCHASE COMMITMENTS

Motor vehicles acquired under finance lease agreements or hire purchase agreements with similar characteristics are included in stock and liabilities are set up for the capital portions of the instalments. The interest portions of the instalments are charged to the profit and loss accounts in the periods in which they fall due.

Rentals on operating leases are charged to the profit and loss account in the periods in which they fall due.

6. STOCK

These have been valued on a "first in, first out" basis at the lower of cost and net realisable value.

7. DEFERRED TAXATION

Deferred taxation is provided under the liability method, unless it can be reasonably demonstrated that a liability is unlikely to arise in the foreseeable future.

PMC (HOLDINGS) UK LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30 SEPTEMBER 1995

1. FIXED ASSETS

	<u>Intangible assets</u> £	<u>Tangible assets</u> £	<u>Investments</u> £
Cost :			
At 1 October 1994	7,500	-	4
Additions	<u>-</u>	<u>3,782</u>	<u>-</u>
At 30 September 1995	<u>7,500</u>	<u>3,782</u>	<u>4</u>
Depreciation :			
At 1 October 1994	750	-	-
Charged in year	<u>750</u>	<u>113</u>	<u>-</u>
At 30 September 1995	<u>1,500</u>	<u>113</u>	<u>-</u>
Net book value :			
At 30 September 1995	<u>6,000</u>	<u>3,669</u>	<u>4</u>
At 30 September 1994	<u>6,750</u>	<u>-</u>	<u>4</u>

Group undertakings and participating interests

	<u>Percentage held</u>	<u>Class of share</u>	<u>Country of registration</u>	<u>Net liabilities</u>	<u>Profit/ (loss) for year</u>	<u>Principal activities</u>
Coralpark Ltd	100	Ordinary	England & Wales	(£18,537)	£1,243	Sale of second hand cars
Eastride Ltd	100	Ordinary	England & Wales	(£41,688)	(55,604)	Provision of véhiciles for hire

The Company has claimed exemption under S248 of the Companies Act 1985 from the requirement to prepare group financial statements as the group qualifies as a small group.

The Company has agreed to provide the support to its subsidiaries to enable them to meet their liabilities as they fall due.

2. SECURED CREDITORS

Secured creditors amount to £618,740 (1994 - £196,434).

PMC (HOLDINGS) UK LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30 SEPTEMBER 1995

3. SHARE CAPITAL

	1995 £	1994 £
Equity shares:		
Authorised:		
50,000 ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>
Allotted, called up and fully paid		
50,000 ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>

4. ULTIMATE HOLDING COMPANY

In the opinion of the directors the ultimate holding company is First Directors Limited, a company incorporated and registered in the British Virgin Islands.