

PRIMCREST LTD

Financial Statements

for the Period ended 30th April 1995

K H Furse & Co.,

Chartered Accountants
Registered Auditors



Primcrest Ltd

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for the Period ended 30th April 1995

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Primcrest Ltd

Company Information

Company No: 2806012

Registered Office

Buriton House, Alverton, Penzance, Cornwall, TR18 2QP

Directors

Mr M P Belcher
Mr S J K Goss
Mrs B M Belcher

Secretary

Mr M P Belcher

Auditors

K H Furse & Co.,
Chartered Accountants and Registered Auditors
Buriton House, Alverton, Penzance, Cornwall TR18 2QP

Bankers

Lloyds Bank PLC, 82 High Street, Honiton, Devon, EX14 8JJ

Primcrest Ltd

Directors' Report

for the Period ended 30th April 1995

The directors submit their report together with the audited financial statements for the period ended 30th April 1995.

Principal Activity

The principal activity of the company continued to be that of wholesale, retailing and dealing in motor vehicles.

Significant Changes in Fixed Assets

The movements in Fixed Assets during the year are set out in the attached Financial Statements.

Results and Dividends

The results for the year are set out in the attached Financial Statements.

The Directors do not recommend the payment of a Dividend for the year.

Directors and their Interests

The directors who served during the period and their interests, together with the interests of their families, in the share capital of the company were as follows:

Ordinary shares

	30th April 1995	31st August 1994
Mr M P Belcher	1	1
Mr S J K Goss	49	49
Mrs B M Belcher	-	-

Political and Charitable Contributions

There were no political or charitable contributions during the period.

Cashflow Statement

In the opinion of the directors the company qualifies as a small company and as such no cashflow statement has been prepared.

Primcrest Ltd

Directors' Report

for the Period ended 30th April 1995

Directors' Statement

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the company's affairs and of the loss for that period. In preparing those financial statements the directors are required to:

Select suitable accounting policies and then apply them consistently;

Make judgements and estimates that are reasonable and prudent;

State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements.

Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in 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 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.

Primcrest Ltd

Directors' Report

for the Period ended 30th April 1995

Review of the Business

Although incurring losses the Directors are confident that, with the continued support of its creditors, the Company will continue to trade.

Events Since the end of the Year

There are no events since the end of the year which need to be included in this report.

Auditors

A resolution to reappoint K H Furse & Co., Chartered Accountants and Registered Auditors of Buriton House, Alverton, Penzance, Cornwall, as Auditors of the Company will be proposed at the Annual General Meeting.

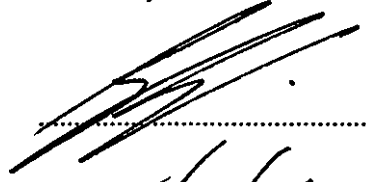
Exception Statement

~~Advantage has been taken, in the preparation of these Financial Statements, of the special exemptions applicable to small companies under the Companies Act 1985.~~

By Order of the Board:

Secretary

Date:


28/2/96

Primcrest Ltd

Auditors' Report to the Shareholders

on the Accounts for the Period ended 30th April 1995

We have audited the financial statements on pages 6 to 11, which have been prepared under the historical cost convention, and the accounting policies set-out on page 9.

Respective Responsibilities of the Directors and Auditors

As described on page 4 the company's directors are responsible for the preparation of the 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 whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

In forming our opinion, we have considered that current liabilities exceed current assets by £13,820 at the Balance Sheet date and that the Company incurred a loss before taxation of £12,441 for the period. The Financial Statements have been prepared on a going concern basis, the validity of which depends upon future funding being available.

Opinion

Subject to the above we have formed the opinion that the Financial Statements show a true and fair view of the company's affairs as at 30th April 1995 and of its loss for the period then ended and have been properly prepared in accordance with the Companies Act 1985 applicable to small companies.

K H Furse & Co.
Chartered Accountants
and Registered Auditors
Buriton House
Alverton
Penzance
Cornwall
TR18 2QP



Date: 28th February 1996

Primcrest Ltd

Profit and Loss Account

for the Period ended 30th April 1995

	Notes	1995 £	1994 £
Turnover	2	1,604,427	2,674,804
Cost of sales		<u>1,564,426</u>	<u>2,588,608</u>
Gross Profit		40,001	86,196
Net operating expenses		<u>52,442</u>	<u>87,675</u>
Operating Loss	3	<u>(12,441)</u>	<u>(1,479)</u>
Loss for the Financial Period		<u><u>(12,441)</u></u>	<u><u>(1,479)</u></u>

All amounts relate to continuing activities.

Primcrest Ltd

Total Recognised Gains and Losses

for the Period ended 30th April 1995

	1995 £	1994 £
Statement of Total Recognised Gains and Losses		
Loss for the financial period	(12,441)	(1,479)
Total recognised losses since the last financial statements	<u>(12,441)</u>	<u>(1,479)</u>
Note of Historical Cost Profits and Losses		
Loss on ordinary activities before taxation	(12,441)	(1,479)
Historical cost losses on ordinary activities before taxation	<u>(12,441)</u>	<u>(1,479)</u>
Historical cost loss transferred from reserves	<u>(12,441)</u>	<u>(1,479)</u>
Reconciliation of Movements in Shareholders' Funds		
Loss for the financial period	(12,441)	(1,479)
Opening shareholders' funds	<u>(12,441)</u> <u>(1,379)</u>	<u>(1,479)</u> <u>100</u>
Closing shareholders' funds	<u>(13,820)</u>	<u>(1,379)</u>

Primcrest Ltd

Balance Sheet

as at 30th April 1995

	Notes	1995 £	1994 £
Fixed Assets			
Tangible fixed assets	4	480	-
Current Assets			
Stock	5	92,952	125,570
Debtors	6	347,609	370,190
		440,561	495,760
Creditors:			
Amounts falling due within one year	7	454,861	497,139
Net Current Liabilities		(14,300)	(1,379)
Total Assets Less Current Liabilities		(13,820)	(1,379)
Capital and Reserves			
Share capital	8	100	100
Profit and loss account		(13,920)	(1,479)
		(13,820)	(1,379)

These accounts were approved by the board on 28/2/96

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Director

Primcrest Ltd

Notes to the Financial Statements

30th April 1995

1 Principal Accounting Policies

Accounting Convention

The Financial Statements have been prepared in accordance with applicable Accounting Standards under the historical cost convention.

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Depreciation

Depreciation is calculated to write down the cost of all tangible fixed assets other than freehold land over their useful life by the reducing balance method. The annual rates generally applicable are:

Fixtures and fittings	25%
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Stocks

Stock has been valued at the lower of cost or net realisable value.

Leased Assets

Assets held under finance leases and hire purchase contracts are capitalised in the Balance Sheet and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the Profit and Loss Account over the period of the lease.

2 Turnover

The turnover and operating loss for the period was derived from the company's principal activity carried out primarily in the UK.

No Market Analysis of turnover has been shown as in the opinion of the Directors it would be seriously prejudicial to the interests of the Company to do so.

Primcrest Ltd

Notes to the Financial Statements

30th April 1995

3 Operating Loss

	1995 £	1994 £
<i>Cost of sales</i>		
Cost of sales - continuing	1,564,426	2,588,608
	<u>1,564,426</u>	<u>2,588,608</u>
 <i>Other operating income and charges:</i>		
	1995 £	1994 £
<i>Continuing operations</i>		
Administrative expenses	102,305	141,025
	<u>102,305</u>	<u>141,025</u>
 Management Charges Received	51,000	53,350
Other income	9,520	-
 Directors' Remuneration	44,711	67,067
Auditors' remuneration	2,000	2,000
Management Charges	<u>37,000</u>	<u>22,600</u>

4 Tangible Fixed Assets

	Fixture, Fittings & Equipment	Total
	£	£
Cost		
Additions	480	480
	<u>480</u>	<u>480</u>
 Depreciation		
	-	-
 Net Book Value		
At 30th April 1995	<u>480</u>	<u>480</u>
 At 1st September 1994	<u>-</u>	<u>-</u>

Primcrest Ltd

Notes to the Financial Statements

30th April 1995

5	Stocks	1995	1994
		£	£
	Goods for Resale	92,952	125,570
		<u>92,952</u>	<u>125,570</u>
6	Debtors	1995	1994
		£	£
	Trade debtors	159,875	98,005
	Loans to/from other Companies	185,212	272,185
	Other debtors	2,522	-
		<u>347,609</u>	<u>370,190</u>
7	Creditors: Amounts Falling Due Within One Year	1995	1994
		£	£
	Bank loans and overdrafts	18,198	73,184
	Obligations under hire purchase and finance lease contracts	10,000	-
	Trade creditors	74,057	25,157
	Loans due to/from other companies	341,854	387,947
	Other taxation and social security	2,018	10,851
	Other creditors	8,734	-
		<u>454,861</u>	<u>497,139</u>
8	Share Capital	1995	1994
		£	£
	Authorised ordinary shares of £1 each	1,000	1,000
	Issued and fully paid ordinary shares of £1 each	<u>100</u>	<u>100</u>