

Company Registration No. 3237420 (England and Wales)

**SMART CONTRACT SERVICES LIMITED**  
**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 1999**



# SMART CONTRACT SERVICES LIMITED

## COMPANY INFORMATION

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<b>Directors</b>	J.D. Donovan C. A. Cox
<b>Secretary</b>	J.D. Donovan
<b>Company number</b>	3237420
<b>Registered office</b>	Mowbray House 58/70 Edgware Way Edgware Middlesex HA8 8JP.
<b>Accountants</b>	David A. Rose & Co 39 Deacons Hill Road Elstree Herts WD6 3HZ
<b>Business address</b>	152 Maidstone Road Sidcup Kent DA14 5HS

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# SMART CONTRACT SERVICES LIMITED

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# SMART CONTRACT SERVICES LIMITED

## DIRECTORS' REPORT FOR THE YEAR ENDED 31 AUGUST 1999

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The directors present their report and financial statements for the year ended 31 August 1999.

### Principal activities

The principal activity of the company was that of hirers of motor vehicles.

### Directors

The following directors have held office since 1 September 1998:

J.D. Donovan

C. A. Cox

M. Doloris

(Resigned 6 November 1998)


### Directors' interests

The directors' beneficial interests in the shares of the company were as stated below:

	Ordinary shares of £1 each	
	31 August 1999	1 September 1998
J.D. Donovan	45	30
C. A. Cox	45	30

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By order of the board



J.D. Donovan

Director

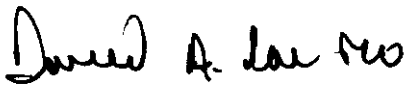
8 September 2000

# SMART CONTRACT SERVICES LIMITED

## ACCOUNTANTS' REPORT TO THE DIRECTORS ON THE UNAUDITED ACCOUNTS OF SMART CONTRACT SERVICES LIMITED

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As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 August 1999, set out on pages 3 to 9 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.



David A. Rose & Co

8 September 2000

Chartered Accountants  
**Reporting Accountants**

39 Deacons Hill Road  
Elstree  
Herts  
WD6 3HZ

# SMART CONTRACT SERVICES LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 AUGUST 1999

	Notes	1999 £	1998 £
Turnover		215,768	141,251
Cost of sales		(156,592)	(121,559)
Gross profit		59,176	19,692
Administrative expenses		(56,424)	(23,248)
Operating profit/(loss)	2	2,752	(3,556)
Interest payable and similar charges	3	(1,279)	(2,658)
Profit/(loss) on ordinary activities before taxation		1,473	(6,214)
Tax on profit/(loss) on ordinary activities	4	-	-
Profit/(loss) on ordinary activities after taxation	10	1,473	(6,214)

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

# SMART CONTRACT SERVICES LIMITED

## BALANCE SHEET AS AT 31 AUGUST 1999

	Notes	1999 £	£	1998 £	£
<b>Fixed assets</b>					
Tangible assets	5		74,307		80,820
<b>Current assets</b>					
Debtors	6	2,683		3,891	
Cash at bank and in hand		2,769		28,483	
		<u>5,452</u>		<u>32,374</u>	
<b>Creditors: amounts falling due within one year</b>	7	<u>(100,189)</u>		<u>(133,419)</u>	
<b>Net current liabilities</b>			<u>(94,737)</u>		<u>(101,045)</u>
<b>Total assets less current liabilities</b>			<u>(20,430)</u>		<u>(20,225)</u>
<b>Creditors: amounts falling due after more than one year</b>	8		-		(1,680)
			<u>(20,430)</u>		<u>(21,905)</u>
<b>Capital and reserves</b>					
Called up share capital	9		90		90
Profit and loss account	10		<u>(20,520)</u>		<u>(21,995)</u>
<b>Shareholders' funds - equity interests</b>	11		<u>(20,430)</u>		<u>(21,905)</u>

# SMART CONTRACT SERVICES LIMITED

## BALANCE SHEET AS AT 31 AUGUST 1999

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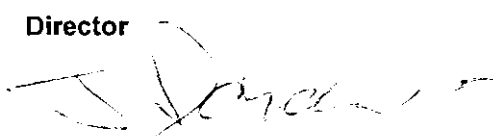
In preparing these financial statements:

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
  - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
  - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 8 September 2000

J.D. Donovan  
Director



C. A. Cox  
Director



# SMART CONTRACT SERVICES LIMITED

## 1 Accounting policies

### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities.

### 1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

### 1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Fixtures, fittings & equipment	15% - Reducing balance
Motor vehicles	33.3% - Reducing balance

### 1.4 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

### 1.5 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method 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.

<b>2 Operating profit/(loss)</b>	<b>1999</b>	<b>1998</b>
	<b>£</b>	<b>£</b>
Operating profit/(loss) is stated after charging:		
Depreciation of tangible assets	36,434	39,596
Operating lease rentals		
- Plant and machinery	59,613	23,599
	<u>          </u>	<u>          </u>
<b>3 Interest payable</b>	<b>1999</b>	<b>1998</b>
	<b>£</b>	<b>£</b>
Hire purchase interest	1,279	2,658
	<u>          </u>	<u>          </u>
<b>4 Taxation</b>		

No taxation has been provided for on the basis of these financial statements.

# SMART CONTRACT SERVICES LIMITED

## 5 Tangible fixed assets

	Plant and machinery etc £
<b>Cost</b>	
At 1 September 1998	163,012
Additions	44,031
Disposals	(31,750)
	<hr/>
At 31 August 1999	175,293
	<hr/>
<b>Depreciation</b>	
At 1 September 1998	82,192
On disposals	(17,640)
Charge for the year	36,434
	<hr/>
At 31 August 1999	100,986
	<hr/>
<b>Net book value</b>	
At 31 August 1999	74,307
	<hr/>
At 31 August 1998	80,820
	<hr/>

Included above are assets held under finance leases or hire purchase contracts as follows:

	Motor vehicles £
<b>Net book values</b>	
At 31 August 1999	7,511
	<hr/>
At 31 August 1998	31,711
	<hr/>
<b>Depreciation charge for the year</b>	
31 August 1999	3,755
	<hr/>
31 August 1998	15,857
	<hr/>

6 Debtors	1999 £	1998 £
Trade debtors	2,683	3,891
	<hr/>	<hr/>

# SMART CONTRACT SERVICES LIMITED

<b>7</b>	<b>Creditors: amounts falling due within one year</b>	<b>1999</b>	<b>1998</b>
		<b>£</b>	<b>£</b>
	Net obligations under hire purchase contracts	1,530	10,686
	Taxation and social security	13,279	8,008
	Other creditors	85,380	114,725
		<u>100,189</u>	<u>133,419</u>
<b>8</b>	<b>Creditors: amounts falling due after more than one year</b>	<b>1999</b>	<b>1998</b>
		<b>£</b>	<b>£</b>
	Net obligations under finance leases and hire purchase agreements	-	1,680
		<u>-</u>	<u>1,680</u>
	<b>Net obligations under finance leases and hire purchase contracts</b>		
	Repayable within one year	1,680	12,115
	Repayable between one and five years	-	1,680
		<u>1,680</u>	<u>13,795</u>
	Finance charges and interest allocated to future accounting periods	(150)	(1,429)
		<u>1,530</u>	<u>12,366</u>
	Included in liabilities falling due within one year	(1,530)	(10,686)
		<u>-</u>	<u>1,680</u>
<b>9</b>	<b>Share capital</b>	<b>1999</b>	<b>1998</b>
		<b>£</b>	<b>£</b>
	<b>Authorised</b>		
	1,000 Ordinary shares of £1 each	1,000	1,000
		<u>1,000</u>	<u>1,000</u>
	<b>Allotted, called up and fully paid</b>		
	90 Ordinary shares of £1 each	90	90
		<u>90</u>	<u>90</u>

# SMART CONTRACT SERVICES LIMITED

## 10 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 September 1998	(21,993)
Retained profit for the year	1,473
Balance at 31 August 1999	<u>(20,520)</u>

## 11 Reconciliation of movements in shareholders' funds

	1999 £	1998 £
Profit/(loss) for the financial year	1,473	(6,214)
Opening shareholders' funds	<u>(21,905)</u>	<u>(15,691)</u>
Closing shareholders' funds	<u>(20,430)</u>	<u>(21,905)</u>

## 12 Contingent liabilities

The directors are not aware of any contingent liabilities at the balance sheet date.

## 13 Financial commitments

At 31 August 1999 the company had annual commitments under non-cancellable operating leases as follows:

	1999 £	1998 £
Expiry date:		
Within one year	27,828	25,197
Between two and five years	4,367	7,925
	<u>32,195</u>	<u>33,122</u>

## 14 Post balance sheet events

At the balance sheet date the directors were not aware of any material items.