

# **Specialist Cars (SNM) Limited**

## **Directors' report and financial statements**

**31 December 1996**

Registered number 226340



# Specialist Cars (SNM) Limited

## Directors' report and financial statements

<i>Contents</i>	<i>Page</i>
Directors' report	1
Statement of directors' responsibilities	3
Auditors' report	4
Profit and loss account	5
Balance sheet	6
Notes	7

# Specialist Cars (SNM) Limited

## Directors' report

The directors present their annual report and the audited financial statements for the financial year ended 31 December 1996.

### Principal activities and business review

The Company has not traded during the financial year ended 31 December 1996 and is unlikely to do so in the near future.

### Proposed dividend and transfer to reserves

The directors do not recommend the payment of a dividend (1995: *£nil*).

### Directors and directors' interests

The directors who held office during the year were as follows:

DJ Booth  
NTC Fotherby  
ML Young

None of the persons who were directors at 31 December 1996 had any interest in the shares of the Company, or share options awarded to them as a result of their duties for this Company.

The directors who held office at the end of the financial year had the following interests in the ordinary shares of Lex Service PLC, of which the Company is a wholly owned subsidiary, as recorded in the register of directors' share and debenture interests:

	25p ordinary shares	
	As at 31 December 1996	As at 31 December 1995
DJ Booth	2,314	2,314

# Specialist Cars (SNM) Limited

## Directors' report

### Directors and directors' interests (continued)

The following directors held options at the beginning and end of the year, and during the year were granted or exercised options to subscribe for ordinary shares of 25p each in Lex Service PLC which were granted under the Lex Service PLC Executive Share Option Scheme as follows:

	As at 1 January 1996 No.	Options granted during the year No.	Options exercised during the year No.	As at 31 December 1996 No.
DJ Booth	21,459	13,498	-	34,957
NTC Fotherby	16,915	9,872	(10,000)	16,787
ML Young	15,060	23,961	-	39,021

### Insurance

The directors and officers of Specialist Cars (SNM) Limited are indemnified under the Lex Service PLC worldwide director and officers' insurance cover.

### Auditors

A resolution for the re-appointment of KPMG Audit Plc as auditors of the Company will be proposed at the forthcoming Annual General Meeting.

By order of the board



**E Richardson**  
*Secretary*

Lex House  
17 Connaught Place  
London  
W2 2EL

9 June 1997

# Specialist Cars (SNM) Limited

## Statement of directors' responsibilities

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:

- 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 maintaining 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.



KPMG Audit Plc  
PO Box 695  
8 Salisbury Square  
London EC4Y 8BB

## Auditors' report to the members of Specialist Cars (SNM) Limited

We have audited the financial statements on pages 5 to 7.

### *Respective responsibilities of directors and auditors*

As described on page 3 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 as at 31 December 1996 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

KPMG Audit Plc  
Chartered Accountants  
Registered Auditor

10 June 1997

# Specialist Cars (SNM) Limited

## Profit and loss account

*for the financial year ended 31 December 1996*

The Company has not traded and has had no income or expenditure during the year ended 31 December 1996 and the preceding financial year, and consequently has made neither a profit or a loss.

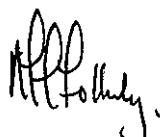
There are no recognised gains or losses for either the current or prior year.

# Specialist Cars (SNM) Limited

Balance sheet  
at 31 December 1996

	<i>Note</i>	1996 £000	1995 £000
<b>Current assets</b>			
Debtors due within one year:			
Amounts owed by parent and fellow subsidiary undertakings		1,592	1,592
<b>Net current assets and net assets</b>		<u>1,592</u>	<u>1,592</u>
<b>Capital and reserves</b>			
Share capital	5	50	50
Profit and loss account		1,542	1,542
<b>Total equity shareholders' funds</b>		<u>1,592</u>	<u>1,592</u>

These financial statements were approved by the board of directors on 9 June 1997 and were signed on its behalf by:



NTC Fotherby  
Director



# Specialist Cars (SNM) Limited

## Notes

*(forming part of the financial statements)*

### 1 Accounting policies

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules.

Under Financial Reporting Standard 1 the Company is exempt from the requirement to prepare a cashflow statement on the grounds that it is a wholly owned subsidiary undertaking.

The Company has taken advantage of the exemption in Financial Reporting Standard 8 not to disclose related party transactions with Lex Service PLC and its subsidiaries.

### 2 Emoluments of directors

There were no directors' emoluments during the year (1995: £nil).

### 3 Auditors' remuneration

Auditors' remuneration was borne by the holding company on a group basis with no recharge to the subsidiary companies.

### 4 Staff numbers and costs

The Company does not have any employees or related costs (1995: £nil).

### 5 Share capital

	1996 £000	1995 £000
<i>Authorised</i>		
60,000 ordinary shares of £1 each	<u>60</u>	<u>60</u>
<i>Allotted, called up and fully paid</i>		
50,000 ordinary shares of £1 each	<u>50</u>	<u>50</u>

### 6 Ultimate parent company and parent undertaking of largest group of which the Company is a member

The Company is a subsidiary undertaking of Lex Service PLC incorporated in Great Britain and registered in England and Wales which is the ultimate parent company.

The consolidated accounts of the Group are available to the public and may be obtained from:

Lex House  
17 Connaught Place  
London  
W2 2EL