

LLOYDS BOWMAKER ASSET LEASING LIMITED  
(formerly Herdy Lennox Finance Limited)

REPORT OF THE DIRECTORS AND ACCOUNTS  
FOR THE YEAR ENDED 30TH NOVEMBER 1990

COMPANIES HOUSE  
15 MAY 1991

LLOYDS BOWMAKER ASSET LEASING LIMITED  
(formerly Hendy Lennox Finance Limited)

DIRECTORS

D. A. Baggaley  
A. G. Glass

REPORT OF THE DIRECTORS

The directors submit herewith the Balance Sheet at 30th November 1990, together with the Profit and Loss Account for the year ended on that date.

CHANGE OF NAME

The company has changed its name on 7th November 1990 from Hendy Lennox Finance Limited to Lloyds Bowmaker Asset Leasing Limited.

PROFIT AND DIVIDEND

The profit for the year is set out in the attached Profit and Loss Account. The directors propose a dividend of £450,000 for the year.

PRINCIPAL ACTIVITY

The principal activity of the company is the provision of instalment finance including leasing.

BUSINESS REVIEW

There has been a significant increase in the level of business transacted during the year. The directors do not anticipate that the level of business will be maintained in the following year at the same level as the year under review.

DIRECTORS

The directors listed above were directors throughout the year.

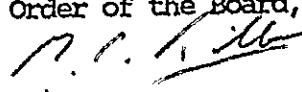
Neither of the directors had a beneficial interest in the shares of the company during the year. The interests of the directors in the ordinary shares and options to subscribe for shares in other group companies were as follows:-

	<u>At 30.11.90</u>		<u>At 1.12.89</u>	
	<u>Shares</u>	<u>Options</u>	<u>Shares</u>	<u>Options</u>
In the ordinary shares of £1 each of Lloyds Bank Plc:				
D. A. Baggaley	-	-	-	-
A. G. Glass	4,300	5,592	2,867	2,390
In the ordinary shares of 5p each of Lloyds Abbey Life plc:				
D. A. Baggaley	2,000	120,960	2,000	93,009
A. G. Glass	-	1,464	-	-

AUDITORS

A resolution for the re-appointment of Price Waterhouse as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

By Order of the Board,

  
Secretary  
Bournemouth  
2nd April 1991

REPORT OF THE AUDITORS TO THE MEMBERS OF  
LLOYDS BOWMAKER ASSET LEASING LIMITED  
(formerly Hendy Lennox Finance Limited)

We have audited the accounts on pages 3 to 9 in accordance with Auditing Standards.

In our opinion the accounts give a true and fair view of the state of the company's affairs at 30th November 1990 and of its profit and source and application of funds for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

*Price Waterhouse*

PRICE WATERHOUSE  
Chartered Accountants  
Albany House  
58 Albany Street  
Edinburgh  
EH1 3QR  
2nd April 1991

LLOYDS BOWMAKER ASSET LEASING LIMITED  
(formerly Hendy Lennox Finance Limited)

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30TH NOVEMBER 1990

	<u>Notes</u>	<u>Year to</u> <u>30.11.90</u> £	<u>Eleven months</u> <u>to 30.11.89</u> £
TURNOVER	2	1,878,321	816,824
OTHER OPERATING COSTS		(172,653)	(177,973)
INTEREST PAYABLE	4	(987,794)	(546,834)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	717,874	92,017
TAXATION ON PROFIT ON ORDINARY ACTIVITIES	5	(250,099)	(30,074)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		467,775	61,943
DIVIDEND PAYABLE		(450,000)	(60,000)
		17,775	1,943
RETAINED PROFIT BROUGHT FORWARD		1,943	-
RETAINED PROFIT CARRIED FORWARD		19,718	1,943

The notes on pages 6 to 9 form part of these accounts.


LLOYDS BOWMAKER ASSET LEASING LIMITED  
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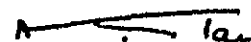
BALANCE SHEET

AT 30TH NOVEMBER 1990

	<u>Notes</u>	<u>1990</u> £	<u>1989</u> £
<b>CURRENT ASSETS</b>			
Debtors: due within one year	6	27,754,152	2,286,012
due after more than one year	6	47,249,487	1,098,582
		<u>75,003,639</u>	<u>3,384,594</u>
PREPAYMENTS AND ACCRUED INCOME	7	4,618	33,913
		<u>75,008,257</u>	<u>3,418,507</u>
CREDITORS: amounts falling due within one year	8	(55,128,627)	(2,929,110)
NET CURRENT ASSETS		19,879,630	489,397
PROVISIONS FOR LIABILITIES AND CHARGES	9	(3,765,000)	(26,000)
ACCRUALS AND DEFERRED INCOME	10	(16,044,914)	(411,456)
NET ASSETS		<u>69,716</u>	<u>51,941</u>
<b>CAPITAL AND RESERVES</b>			
CALLED-UP SHARE CAPITAL	11	49,998	49,998
PROFIT AND LOSS ACCOUNT		19,718	1,943
		<u>69,716</u>	<u>51,941</u>

The notes on pages 6 to 9 form part of these accounts.

  
D. A. BAGGALET  
Director



A. G. GLASS  
Director

LLOYDS BOWMAKER ASSET LEASING LIMITED  
(formerly Hendy Lennox Finance Limited)

STATEMENT OF SOURCE AND APPLICATION OF FUNDS

FOR THE YEAR ENDED 30TH NOVEMBER 1990

	Year to 30.11.90 £	Eleven months to 30.11.89 £
SOURCE OF FUNDS:		
Profit on ordinary activities before taxation	717,874	92,017
Adjustment for items not involving the movement of funds:		
Notional tax credited in respect of development grants	(1,959)	-
TOTAL GENERATED FROM OPERATIONS	715,915	92,017
APPLICATION OF FUNDS:		
Dividends paid	(60,000)	(413,125)
Taxation paid	(169,688)	(133,665)
INCREASE (DECREASE) IN WORKING CAPITAL	486,227	(454,773)
ANALYSED AS FOLLOWS:		
Increase (decrease) increase in debtors less deferred income	52,465,432	(4,063,677)
(Increase) decrease in trade and other creditors	(7,909,098)	46,095
(Increase) decrease in amounts owed to group companies	(44,070,107)	2,143,085
Decrease in deposits	-	1,294,844
	486,227	(579,653)
MOVEMENT IN NET LIQUID FUNDS:		
Decrease in bank overdraft	-	124,880
	486,227	(454,773)

LLOYDS BOWMAKER ASSET LEASING LIMITED  
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NOTES TO THE ACCOUNTS

1. ACCOUNTING POLICIES

(a) Accounting Convention:

The accounts are prepared under the historical cost convention.

(b) Deferred Income:

Income from hire purchase contracts is calculated by application of the sum of the digits method.

Income from leasing contracts is credited to the profit and loss account over the period of investment in proportion to the level of net funds invested.

(c) Deferred Taxation:

Deferred taxation is provided at appropriate rates of corporation tax in respect of timing differences where there is a reasonable probability that such taxation will become payable in the foreseeable future.

2. TURNOVER

Turnover represents the amount of hire purchase charges and leasing income earned under instalment finance arrangements.

During the year aggregate receivables were £2,141,507 (11 months to 30th November 1989, £3,964,511) from hire purchase contracts and £3,344,991 (11 months to 30th November 1989, £825,883) from leasing contracts. The cost of assets acquired during the year was £Nil (11 months to 30th November 1989, £63,743) under hire purchase contracts and £52,688,601 (11 months to 30th November 1989, £Nil) under leasing contracts.

3. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

	Year to 30.11.90 £	Eleven months to 30.11.89 £
The following have been taken into account in arriving at the profit:		

Audit fee	3,500	3,500
Directors' emoluments	-	-

4. INTEREST PAYABLE

On loans from group company	987,794	514,768
On bank overdraft and loans repayable within five years	-	32,066
	<u>987,794</u>	<u>546,834</u>

LLOYDS BOWMAKER ASSET LEASING LIMITED  
(formerly Hendy Lennox Finance Limited)

NOTES TO THE ACCOUNTS

5. TAXATION

	<u>Year to</u> <u>31.11.90</u> £	<u>Eleven months</u> <u>to 30.11.89</u> £
Current year:		
Corporation tax (recoverable) payable at 35%	(87,843)	80,402
Group relief receivable at 35%	(3,403,017)	-
Transfer to (from) deferred taxation	3,739,000	(50,328)
Notional taxation charge on development grants	1,959	-
	<u>250,099</u>	<u>30,074</u>

6. DEBTORS

	<u>1990</u>		<u>1989</u>	
	<u>Due within</u> <u>one year</u> £	<u>Due after</u> <u>more than</u> <u>one year</u> £	<u>Due within</u> <u>one year</u> £	<u>Due after</u> <u>more than</u> <u>one year</u> £
Trade debtors:				
Hire purchase, less provisions	642,002	69,000	1,937,308	1,016,000
Rentals receivable under leasing contracts, less provisions	19,261,777	47,180,487	346,188	82,582
Corporation tax recoverable	87,843	-	-	-
Group relief receivable	3,403,017	-	-	-
Other debtors	4,359,342	-	2,186	-
Accrued income	171	-	330	-
	<u>27,754,152</u>	<u>47,249,487</u>	<u>2,286,012</u>	<u>1,098,582</u>

7. PREPAYMENTS AND ACCRUED INCOME

	<u>1990</u> £	<u>1989</u> £
Dealers' commission unexpired	<u>4,618</u>	<u>33,913</u>



LLOYDS BOWMAKER ASSET LEASING LIMITED  
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NOTES TO THE ACCOUNTS

	<u>1990</u> £	<u>1989</u> £
8. CREDITORS: amounts falling due within one year		
Amounts owed to holding and fellow subsidiary companies	46,762,164	2,692,057
Trade creditors	7,881,324	544
Dividend payable	450,000	60,000
Corporation tax	-	169,688
Other creditors	35,139	6,821
	<u>55,128,627</u>	<u>2,929,110</u>

9. PROVISIONS FOR LIABILITIES AND CHARGES

Deferred Taxation

Balance at 30th November 1989	26,000
Transfer from profit and loss account	3,739,000
Balance at 30th November 1990	<u>3,765,000</u>

The amounts provided at 30th November 1990 and 1989 were the full potential liabilities and were attributable to accelerated capital allowances.

10. ACCRUALS AND DEFERRED INCOME

	<u>1990</u> £	<u>1989</u> £
Unearned hire purchase charges	55,493	369,189
Unearned leasing income	15,988,305	33,478
Unearned commission	1,116	8,789
	<u>16,044,914</u>	<u>411,456</u>

11. SHARE CAPITAL

Authorised:

100,000 Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>
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Allotted, called-up and fully paid:

49,998 Ordinary shares of £1 each	<u>49,998</u>	<u>49,998</u>
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LLOYDS BOWMAKER ASSET LEASING LIMITED  
(formerly Hendy Lennox Finance Limited)

NOTES TO THE ACCOUNTS

12. APPROVAL OF ACCOUNTS

These accounts were approved by the Board of Directors on 2nd April 1991.

13. ULTIMATE HOLDING COMPANY

The company's ultimate holding company is Lloyds Bank Plc which is incorporated in Great Britain.