

# REPORT & ACCOUNTS

AUTOLEASE LIMITED

31st DECEMBER, 1975



WILKINS (Chartered Accountants)

certified to be a true copy (Annex A)

Director .....

Secretary .....

AUTOLEASE LIMITED  
REPORT OF THE DIRECTORS

The directors present their report and statement of accounts for the year ended 31st December, 1975.

Principal Activities

The company continued to trade as hirers and fleet distributors of motor vehicles.

Results

The results for the year are set out on page 4.

Dividend

The directors recommend the payment of a final dividend, amounting to £43,000 (1974 £37,000).

Fixed Assets

The movements in fixed assets during the year are set out in note 8 on page 8.

Exports

There were no goods exported during the year.

Directors

The directors at 31st December, 1975 were:

Mr. H.G. Cressman	} Directors of B.S.G. International Limited
Mr. T.C. Cannon	
Mr. C.B. Justice	
Mr. J. Tustain	
Mr. A. Brain	
Mr. F. Geeves	
Mr. R. Thorne	
Mr. C.C. Pegg	

Mr. R. Thorne and Mr. C.C. Pegg were appointed directors of the company on 29th January, 1975 and Mr. A.D. Dawson resigned as a director on that date.

In accordance with the Articles of Association, none of the directors retire.

Directors' Interests in Shares or Contracts with the Company

None of the directors have any beneficial interest in the share capital of the company.

Beneficial interests of directors (other than directors of the holding company, whose interests are disclosed in that company's accounts) in the ordinary share capital of B.S.G. International Limited, are as follows:

Ordinary Shares of 10p

	<u>1975</u>	<u>29.1.75</u>
Mr. R. Thorne	500	500

No director has had any beneficial interest in any material contract to which the company was a party.

AUTOLEASE LIMITED  
REPORT OF THE DIRECTORS  
(Continued)

Taxation Status

The company is not a close company within the meaning of the Income and Corporation Taxes Act 1970.

Auditors

The auditors, Kidsons, will continue in office in accordance with Section 159 (2) of the Companies Act 1948.

Registered Office:

Burgess House,  
1270 Coventry Road,  
Birmingham B25 8BB.

By Order of the Board,

R. Thorne,  
Secretary.

12th April, 1976.

REPORT OF THE AUDITORS TO THE MEMBERS OF  
AUTOLEASE LIMITED

In our opinion the accounts set out on pages 4 to 8 comply with the Companies Acts 1948 and 1967 and give a true and fair view of the state of the company's affairs at 31st December, 1975 and of its results for the year ended on that date.

KIDSONS,  
Chartered Accountants,  
BIRMINGHAM

12th April, 1976

AUTOLEASE LIMITED  
 PROFIT AND LOSS ACCOUNT

Year ended

31st DECEMBER, 1975

	<u>Notes</u>	<u>1975</u>	<u>1974</u>
		<u>£</u>	<u>£</u>
Turnover	1	1,527,028	1,656,143
Trading Profit before Taxation	2	180,348	65,518
Taxation	4	127,168	19,152
Profit after Taxation		53,180	46,366
Proposed Dividend		43,000	37,000
Retained Profit for the year		10,180	9,366

The notes on pages 6 to 8 form part of these accounts.

Audit Report Page 3.

AUTOLEASE LIMITED  
BALANCE SHEET  
31st DECEMBER, 1975

			<u>1974</u>
		<u>£</u>	<u>£</u>
Capital Employed:	Note		
Share Capital	5	3	3
Reserves	6	37,503	27,323
		<u>37,506</u>	<u>27,326</u>
Deferred Taxation	7	230,700	304,500
		<u>262,206</u>	<u>331,826</u>
Employment of Capital:			
Fixed Assets	8	529,667	886,435
Current Assets:			
Stock		-	21,953
Debtors		55,574	60,567
Amount due from Parent Company (after deducting a dividend of £43,000 / 1974 £37,000)		13,845	-
Amounts due from Fellow Subsidiaries		3,366	4,779
Amount available for Group Relief		20,143	104,348
Cash in Hand		100	-
		<u>93,029</u>	<u>191,647</u>
Current Liabilities:			
Creditors		59,707	39,194
Corporation Tax Payable 1st January, 1977		201,000	-
Amount due to Parent Company		-	636,608
Amount due to Fellow Subsidiaries		93,782	70,454
		<u>354,489</u>	<u>746,256</u>
Net Current Liabilities		(261,461)	(1,609)
H.G. Cressman	} Directors		
T.C. Cannon		<u>268,206</u>	<u>331,826</u>

The notes on pages 6 to 8 form part of these accounts.

Audit Report Page 3.

AUTOLEASE LIMITED  
NOTES ON THE ACCOUNTS  
31st DECEMBER, 1975

1. Accounting Policies:

a. Turnover

Turnover comprises rentals received and invoiced fleet sales excluding car tax and value added tax.

b. Deferred Tax

Deferred taxation represents taxation on the 'deferral method' on the excess of allowances computed for tax purposes over the depreciation to date, calculated on the original cost of assets acquired.

c. Depreciation

Depreciation is calculated on cost, on a straight line basis to write off the book value over the expected useful life of the assets concerned (except leased vehicles). The principal annual rates used for this purpose are:

Furniture, Fixtures and Fittings      10% per annum

Depreciation of leased vehicles is calculated on a basis designed to write the vehicles down to their market or realisable value over the period of the contract.

2. Trading Profit before Taxation:	<u>1975</u>	<u>1974</u>
Trading Profit is after charging:	<u>£</u>	<u>£</u>
Depreciation	136,545	499,633
Auditors' Remuneration	1,500	1,500
Short Term Interest	38,370	96,605
Directors' Emoluments:		
for services as directors	Nil	Nil
for executive services including benefits-in-kind	23,732	14,297

As a result of a group capital restructuring exercise carried out during the year the interest charge for 1975 is not comparable with the previous year.

3. Directors' Emoluments (excluding contributions to pension schemes):

Chairman's Emoluments	Nil	Nil
Emoluments of the highest paid Director	14,037	5,699
Other Directors - Number whose emoluments fall in the following ranges:	<u>Nos.</u>	<u>Nos.</u>
Nil to £2,500	5	5
£2,501 to £5,000	2	2

AUTOLEASE LIMITED  
NOTES ON THE ACCOUNTS  
31st DECEMBER, 1975

4. Taxation:	<u>1975</u>	<u>1974</u>
	<u>£</u>	<u>£</u>
Group Relief	201,000	-
Deferred Taxation Release	(89,600)	(97,500)
Corporation Tax on Profit of the year, transferred to Deferred Tax to offset losses brought forward	-	132,000
	<u>111,400</u>	<u>34,500</u>
Prior Year Adjustments:		
Current Tax	(32)	116,652
Deferred Tax	15,800	(132,000)
	<u>127,168</u>	<u>19,152</u>
5. Share Capital (1975 and 1974):	<u>Authorised</u>	<u>Issued and Fully Paid</u>
Ordinary Shares of £1 each	<u>£ 3,000</u>	<u>£ 3</u>
6. Reserves:		<u>Unappropriated Profits</u>
		<u>£</u>
Balance at 31st December, 1974		27,323
Profit for the year		10,180
Balance at 31st December, 1975		<u>37,503</u>
7. Deferred Taxation:	<u>1975</u>	<u>1974</u>
	<u>£</u>	<u>£</u>
Due to Accelerated Capital Allowances:		
Balance at 31st December, 1974	304,500	402,000
Transfer Profit and Loss Account	(73,800)	(97,500)
Balance at 31st December, 1975	<u>230,700</u>	<u>304,500</u>



AUTOLEASE LIMITED  
 NOTES ON THE ACCOUNTS  
31st DECEMBER, 1975

8. Fixed Assets:	Freehold Property	Plant, Equipment and Vehicles	Total
Cost:	£	£	£
At 31st December, 1974	21,502	1,808,529	1,830,031
Additions		110,919	110,919
Disposals	(21,502)	(730,366)	(751,868)
	<hr/>	<hr/>	<hr/>
At 31st December, 1975	-	1,189,082	1,189,082
Accumulated Depreciation	-	648,774	648,774
	<hr/>	<hr/>	<hr/>
Net Book Value			
at 31st December, 1975	-	540,308	540,308
	<hr/>	<hr/>	<hr/>
Net Book Value			
at 31st December, 1974	21,502	875,574	897,076
	<hr/>	<hr/>	<hr/>

Fixed assets are shown in the accounts after providing for doubtful debts in respect of leased vehicles amounting to £10,641 (1974 same).

9. Capital Expenditure:

There were no capital expenditure commitments at 31st December, 1975 (1974 same).

10. Contingent Liabilities:

- a. The company has given joint and several guarantees secured by fixed and floating charges on its assets in respect of the parent company overdraft and other bank loans to the parent company and B.S.G. Finance Limited.
- b. The balance of the purchase price of a fellow subsidiary by B.S.G. International Limited amounting to £140,000 is secured by a floating charge upon this company's motor vehicles.

11. Ultimate Holding Company:

The company's holding company is B.S.G. International Limited, a company incorporated in England.

Audit Report Page 3.