

L.R.G.INSURANCE SERVICES LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30TH APRIL 1998

00800899



L.R.G.INSURANCE SERVICES LIMITED

AUDITORS' REPORT TO DIRECTORS OF L.R.G.INSURANCE SERVICES LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 5 together with the full financial statements of L.R.G. Insurance Services Limited for the year ended 30th April 1998 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246(5) and (6) of that Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

24 Church Street,
Rickmansworth,
Hertfordshire.
WD3 1DD


DAY, SMITH & HUNTER
Chartered Accountants
Registered Auditors

13th January 1999

L.R.G.INSURANCE SERVICES LIMITED

ABBREVIATED BALANCE SHEET

As at 30th April 1998

	<u>Notes</u>		<u>30.4.1997</u>
FIXED ASSETS			
Tangible fixed assets	2	105,377	115,700
CURRENT ASSETS			
Debtors		689,422	737,324
Cash at bank and in hand		134,627	42,203
		<u>824,049</u>	<u>779,527</u>
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		<u>522,221</u>	<u>485,494</u>
NET CURRENT ASSETS		<u>301,828</u>	<u>294,033</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		407,205	409,733
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR			
Hire purchase		(6,811)	(11,264)
PROVISION FOR LIABILITIES AND CHARGES			
Deferred taxation		<u>(4,201)</u>	<u>(5,273)</u>
NET ASSETS		<u>£396,193</u>	<u>£393,196</u>
CAPITAL AND RESERVES			
Called up share capital	4	1,000	1,000
Profit and loss account		395,193	392,196
SHAREHOLDERS' FUNDS		<u>£396,193</u>	<u>£393,196</u>

Advantage is taken of the exemptions conferred by Section A Part III of Schedule 8 to the Companies Act 1985. Advantage is also taken of the exemptions conferred by Parts I and II of Schedule 8 to the Companies Act 1985.

In the directors' opinion, the company is entitled to these exemptions having met the qualifications for a small company specified in sections 246 and 247 of the Companies Act 1985.

Approved by the board of directors on *13th January 1999*


.....
J. M. COOPER


.....
A. J. COOPER

The notes on pages 3 to 5 form part of these abbreviated accounts.

L.R.G.INSURANCE SERVICES LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS

30th April 1998

1. ACCOUNTING POLICIES

a) Accounting convention

The accounts are prepared under the historical cost convention and incorporate the results of the activity described in the directors' report which is continuing.

b) Turnover

Brokerage commission is credited to the profit and loss account at the end of each month in which the premium is due.

c) Operating leases

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

d) Depreciation

Depreciation is provided on all tangible fixed assets at rates to write off the cost less estimated residual value, of each asset over its estimated useful life, as follows:-

Short leasehold premises	-	over the term of the lease
Equipment and motor vehicles	-	20% on written down value
Office furniture	-	10% on written down value
Computer	-	20% on written down value

e) Hire purchase contracts

Hire purchase contracts are capitalised at their estimated fair value at the date of inception of each contract. The finance charges are allocated evenly over the period of the agreement by applying a constant rate of charge on the outstanding balance.

f) Deferred taxation

Deferred taxation is provided at year end rates where corporation tax is deferred through certain fixed assets being written down more rapidly for tax purposes than in the accounts. No provision is made for the timing differences which are not expected to reverse within the foreseeable future.

L.R.G.INSURANCE SERVICES LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS

30th April 1998

(continued)

2. TANGIBLE FIXED ASSETS

	<u>Total</u>
<u>Cost</u>	
At 1st May 1997	376,979
Additions	15,754
Disposals	(7,500)
At 30th April 1998	<u>385,233</u>
<u>Depreciation</u>	
At 1st May 1997	261,279
Charge for the year	23,060
Disposals	(4,483)
At 30th April 1998	<u>279,856</u>
<u>Net book value</u>	
At 30th April 1998	<u>£105,377</u>
At 30th April 1997	<u>£115,700</u>
Assets held under hire purchase contracts included above:	
<u>Net book value</u>	
At 30th April 1998	<u>£40,234</u>
At 30th April 1997	<u>£46,622</u>

3. BANK OVERDRAFT

Creditors at 30th April 1998 include £40,007 (1997 : £38,842) in respect of a secured bank overdraft.

4. CALLED UP SHARE CAPITAL

	<u>30.4.1998</u>	<u>30.4.1997</u>
Authorised, allotted, issued and fully paid:		
1,000 ordinary shares of £1 each	<u>£1,000</u>	<u>£1,000</u>

L.R.G.INSURANCE SERVICES LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS

30th April 1998

(continued)

5. RELATED COMPANY TRANSACTIONS

The company was controlled throughout the current and previous year by its directors. Mr. J. Cooper and Mrs. D. Cooper who between them own 58 per cent of the ordinary shares of the company.

Rent is paid to L.R.G. Group Limited, a company under the common control of the Directors, under an informal arrangement at an annual arms length figure of £59,062 (1997 : £51,794).

A management charge of £25,600 (1997 : £45,700) was received from L.R.G. Group Limited for the year.

Other debtors include a balance due by L.R.G. Group Limited of £524,801 (1997 : £594,934).

Other creditors include a balance due to Mrs. D. Cooper, a director of the company, of £10,000 (1997 : £20,000). No interest is paid on this loan.