

REGISTERED NO. 824614

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UNITED DOMINIONS LEASING LIMITED

31 OCTOBER 1984

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UNITED DOMINIONS LEASING LIMITED

REPORT OF THE DIRECTORS

The directors present the audited accounts for the year to 31 October 1984.

PRINCIPAL ACTIVITY

The principal activity of the company is the leasing of passenger cars and other vehicles, plant and equipment.

BUSINESS REVIEW AND RESULTS FOR THE YEAR

The company continued to expand its leasing activities principally in respect of fleet vehicles.

The result for the year after extraordinary items, taxation and charge for management expenses made by the intermediate holding company was a loss of £876,817 (1983 profit - £269,941) from which has been deducted the balance of retained profits brought forward of £484,989 leaving a deficit £391,828 to be carried forward.

The directors do not recommend the payment of a dividend.

DIRECTORS

DC McCrickard
FJ Randall

Mr N C Eastwood retired on the 30 November 1983.

DIRECTORS' INTERESTS IN STOCKS AND SHARES

Apart from that disclosed in the Report of the Directors of United Dominions Trust Limited, no person who was a director of the company at the end of the period under review held any interest (as defined by the Companies Act 1967 and according to the register maintained thereunder) at 1 November 1983 or at 31 October 1984 in the shares of the company's ultimate holding company, Trustee Savings Banks (Holdings) Limited, or in the shares or debentures of any of that company's subsidiaries.

AUDITORS

It is proposed that Peat, Marwick, Mitchell & Co, be re-appointed auditors of the company.

BY ORDER OF THE BOARD

LA STOREY
Secretary

3rd January 1985

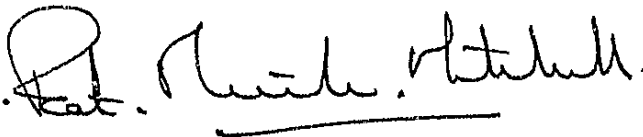
AUDITORS' REPORT TO THE MEMBERS OF
UNITED DOMINIONS LEASING LIMITED

We have audited the accounts on pages 3 to 7 in accordance with approved Auditing Standards.

In our opinion the accounts, which have been prepared on the basis of the accounting policies set out on page 5 give a true and fair view of the state of the company's affairs at 31 October 1984 and of its result for the year to that date and comply with the Companies Acts 1948 to 1981.

The accounts do not include a statement of the source and application of funds of the company as required by Statement of Standard Accounting Practice No. 10.

PEAT, MARWICK, MITCHELL & Co.



Chartered Accountants

London

3rd January 1985

UNITED DOMINIONS LEASING LIMITED

PROFIT AND LOSS ACCOUNT FOR THE TWELVE MONTHS ENDED 31 OCTOBER

	<u>1984</u>	<u>1983</u>
	£	£
Turnover (Note 1)	36,307,516	22,179,234
Cost of sales	<u>32,594,204</u>	<u>18,711,929</u>
Gross profit	3,713,312	3,467,305
Administrative expenses (Note 2)	<u>2,110,000</u>	<u>2,042,000</u>
Operating profit (Note 3)	1,603,312	1,425,305
Interest payable and similar charges (on borrowings repayable within five years)	<u>1,542,657</u>	<u>1,155,364</u>
Profit on ordinary activities before taxation	60,655	269,941
Tax on profit on ordinary activities (Note 4)	<u>(211,238)</u>	<u>-</u>
Profit on ordinary activities after taxation and before extraordinary item	271,893	269,941
Extraordinary item (Note 5)	<u>(1,148,710)</u>	<u>-</u>
(Loss)/Profit for the financial year	(876,817)	269,941
Balance brought forward	<u>484,989</u>	<u>215,048</u>
Balance carried forward	£ (391,828)	£ 484,989

The notes on pages 5 to 7 form an integral part of these accounts.

UNITED DOMINIONS LEASING LIMITED

BALANCE SHEET AS AT 31 OCTOBER

	1984	1983
	£	£
CURRENT ASSETS		
Receivable on leased assets 39,770,401 (Note 6)		30,447,404
Amounts owed by group companies	1,945,000	-
Trade debtors	791,205	252,259
	<u>42,506,606</u>	<u>30,699,663</u>
Creditors: Amounts falling due within one year		
Trade creditors	377,502	129,940
Bills of exchange payable	19,500,000	12,000,000
Amounts owed to group companies	13,214,259	14,677,945
Future Lease Payments (Note 7)	<u>5,896,086</u> <u>38,987,847</u>	<u>2,808,935</u> <u>29,616,820</u>
Net current assets	<u>3,518,759</u>	<u>1,082,843</u>
Total assets less current liabilities	3,518,759	1,082,843
Creditors: Amounts falling due after more than one year		
Future lease payments (Note 7)	1,028,015	597,754
Provision for deferred tax (Note 4)	<u>2,882,472</u>	-
	<u>£(391,728)</u>	<u>£485,089</u>
CAPITAL AND RESERVES		
Share capital		
Authorised, issued and fully paid 100 shares of £1 each	100	100
Profit and loss account	<u>(391,828)</u>	<u>484,989</u>
	<u>£(391,728)</u>	<u>£485,089</u>

DIRECTORS

DC McCrickard
FJ Randall

The notes on pages 5 to 7 form an integral part of these accounts.

3rd January 1985

UNITED DOMINIONS LEASING LIMITED

NOTES TO THE ACCOUNTS

1. ACCOUNTING POLICIES

(i) Basis of Accounting

The accounts have been prepared under the historical cost convention.

(ii) Turnover

Turnover represents the total of rents receivable on leasing business and proceeds from the disposal of leased assets.

(iii) Deferred Taxation

Provision is made in the accounts for timing differences arising from the accounting and taxation treatment of depreciation of assets on lease, except to the extent that the potential tax liability is not expected to arise in the foreseeable future. The rates of taxation are those which are expected to apply in the year in which the timing differences are anticipated ultimately to reverse.

(iv) Receivable on leased assets

Finance leases are shown under current assets at amounts receivable less unearned finance charges, which are spread over the period in which the rentals are due in proportion to the reducing rentals still outstanding and not yet due. In prior years the cost of the assets out on lease was shown as Fixed Assets and depreciated. This change has not given rise to any change in the results of prior years.

2. ADMINISTRATIVE EXPENSES

The administrative expenses represent a management fee paid to the intermediate holding company, United Dominions Trust Limited.

The company has no employees in its own name.

3. OPERATING PROFIT

The following has been taken into account in arriving at the profit:

	1984	1983
Profit on disposal of leased assets	<u>£2,393,875</u>	<u>£3,458,301</u>

UNITED DOMINIONS LEASING LIMITED

NOTES TO THE ACCOUNTS (Continued)

4. TAXATION

(a) Current year charge

	<u>1984</u>	<u>1983</u>
	£	£
UK Corporation tax:		
Current	-	-
Deferred	<u>1,733,762</u>	<u>-</u>
Based on result for the year	1,733,762	-
Group relief	<u>1,945,000</u>	<u>-</u>
	<u>(211,238)</u>	<u>-</u>

Tax losses amounting to £4,631.335 have been surrendered by way of group relief to other group companies for a consideration totalling £1,945,000.

(b) Deferred tax provisionTiming differences on leased assets

	Amount provided £	Potential liability £
At 1st November 1983	-	<u>1,674,000</u>
Provided in respect of prior years (Note 5)	1,148,710	
Provided for current year	1,733,762	
	<u>2,882,472</u>	<u>2,882,472</u>

5. EXTRAORDINARY ITEM

Prior years' deferred taxation £1,148,710

The charge for the prior year's deferred taxation arises from the necessity to provide for deferred taxation as a result of the changes contained in the Finance Act 1984.

The provision assumes an effective rate of 35% at the time of reversal.

6. RECEIVABLE ON LEASED ASSETS

	Gross Investment £	Finance Charges £	Net Investment £
At 31 October 1984			
Receivable within one year	24,480,943	4,689,306	19,791,637
Receivable after one year	<u>22,704,764</u>	<u>2,726,000</u>	<u>19,978,764</u>
	<u>47,185,707</u>	<u>7,415,306</u>	<u>39,770,401</u>
At 31 October 1983			
Receivable within one year	18,645,833	3,478,928	15,166,905
Receivable after one year	17,272,816	1,992,317	15,280,499
	<u>35,918,649</u>	<u>5,471,245</u>	<u>30,447,404</u>

UNITED DOMINIONS LEASING LIMITED

NOTES TO THE ACCOUNTS - (Continued)

7. FUTURE LEASE PAYMENTS

	Future Gross payments	Future Finance charges	Future Net payments
At 31 October 1984	£	£	£
Payable within one year	6,477,095	581,009	5,896,086
Payable after one year	1,129,016	101,001	1,028,015
	<hr/>	<hr/>	<hr/>
	7,606,111	682,010	6,924,101
	<hr/>	<hr/>	<hr/>
At 31 October 1983			
Payable within one year	2,914,475	105,540	2,808,935
Payable after one year	677,229	79,475	597,754
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Total	3,591,704	185,015	3,406,689
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8. FUTURE BUSINESS OPERATIONS

An intermediate holding company, United Dominions Trust Limited, has confirmed its intention to provide finance for the continued operation of the company.

9. ULTIMATE HOLDING COMPANY

The company's ultimate holding company is Trustee Savings Banks (Holdings) Limited which is incorporated in Great Britain.