REPORT OF THE DIRECTORS OF STAVORDALE GARAGES LIMITED

Activities: Motor Traders

Directors: H.R. Humpage J. Humpage J.E. Bell

THE DIRECTORS PRESENT THEIR REPORT FOR THE YEAR ENDED 31st MARCH, 1977.

The Profit of the Company before Taxation is £18687 attributable to the principal activity as stated above.

The following changes in the fixed assets of the Company took place during the financial year:-

Tools and Equipment to a value of £95 were acquired.

DIRECTORS' INTERESTS

In Shares of the Company

Name of Director	Class of Share	Interest at financial year end	Interest at beginning of year
H.R. Humpage	Ordinary	100	100
J.E. Bell	Ordinary	10	10

Income and Corporation Taxes Act 1970 (as amended)

The Directors consider that the Company is a Close Company within the meaning of the above Act (as amended)

Auditors

In accordance with Section 14 of the Companies Act 1976 a resolution proposing the reappointment of McEwan, Wallace, Howell & Co. as auditors to the Company will be put to the Annual General Meeting.

Signed on behalf of the Board

CHAIRMAN

STAVORDALE GARAGES LIMITED

NOTES FORMING PART OF THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 1977.

DIRECTORS' REMUNERATION

		Received in respect of Services as Director	
		1975/76	1976/77
Total Emoluments and Fees	£	7501	9360
Total per Profit and Loss Account	£	7501	9360

The Company is exempt from disclosing further information regarding Directors' Remuneration which would otherwise have to be disclosed, all conditions necessary for such exemption being satisfied.

TURNOVER FOR THE YEAR amounted to £516903 based on sales receipts

(1975/76 – £300080)

NOTES FORMING PART OF THE BALANCE SHEET AS AT 31st MARCH 1977.

Loans (other than Bank Loans and Overdrafts)

The Loan from Vernons Finance Company has been repaid in full. A new loan has been negotiated with Mercantile Credit at a rate of interest varying with the Bank Minimum Lending Rate. No provision is made for the repayment of Directors' Loans and no interest is payable.

The Long-Term Loan is from a Director – no provision has been made for its repayment, No interest is payable.

CURRENT ASSETS

Stock in Trade is valued at cost or market price whichever is the lower.

(1976 – same basis)

REPORT OF THE AUDITORS TO THE MEMBERS OF STAVORDALE GARAGES LTD.

In our opinion the annexed Balance Sheet and Profit and Loss Account and Notes thereon have been properly prepared in accordance with the provisions of the Companies Acts 1948 to 1967 and give a true and fair view of the state of the Company's affairs as at the 31st March, 1977, and of the Profit for the year ended on that date.

Dominion Buildings,
6 Argyle Street,
BIRKENHEAD.

McEWAN, WALLACE, HOWELL & CO.

CHARTERED ACCOUNTANTS

13th June, 1977

STAVORDALE GARAGES LTD.

BALANCE SHEET AS AT 31st MARCH, 1977

(Authorised Capital – £1000)

1976 £ Cost	1976 £ Acc Dep	1976 £ WDV		£ Cost	£ Acc Dep	£ WDV
			FIXED ASSETS			
6573	–	6573	Site and Showroom Development	6573	–	6573
541	466	[illegible]	Van and Trailer	541	500	41
12[illegible]	[illegible]27	4[illegible]	Plant and Machinery	1230	[illegible]	342
[illegible]	293	22[illegible]	Furniture, Fixtures and Fittings	51[illegible]	325	193
104[illegible]	3[illegible]	659	Tools	113[illegible]	[illegible]	433
9707	1909	7910	**TOTAL FIXED ASSETS**	10000	221[illegible]	77[illegible]2
			CURRENT ASSETS			
	46149		Stock		77134	
	2723		Sundry Debtors and Prepayments		2365	
	10		Cash in Hand		10	
	265		Bank Deposit Account		115[illegible]	
	49147		**TOTAL CURRENT ASSETS**		[illegible]0467	
			Less: **CURRENT LIABILITIES**			
[illegible]004			Creditors	16462		
1[illegible]690			Bank Overdraft	16613		
1643			Corporation Tax	1643		
2000			Loan – North West Securities	1000		
4277			Directors' Current Accounts	5829		
15000	[illegible]14		Stocking Loan	20000	61547	
(Liabilities)		667	**TOTAL NET CURRENT ASSETS**			19140
	£	7251	**TOTAL NET ASSETS**		£	26922
			Financed by : SHAREHOLDERS' FUNDS			
	110		110 Ordinary Shares of £1 each fully paid		110	
	4141		Add: Profit and Loss Account		2[illegible]12	
	42[illegible]1				23922	
	3000		Long-Term Loan		3000	
	£	7251			£	26922

Signed on behalf of the Board

[signature] } Directors

J Humpage

STAVORDALE GARAGES LIMITED

TRADING AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 1977.

£	£	£		£	£	£
		300080	Sales			516903
		250417	Less: Purchases			446395
		49663				70508
			Add:			
		5342	Commissions received			5013
		-				
		55005				75521
			Less: Cost of Sales			
	7642		Road Tax		8357	
	11977		Wages		13784	
	2035		Motor and Travel		1313	
	1723	23377	Insurances		920	24374
		31628	MARGIN AVAILABLE TO MEET OVERHEADS			51147
			Deduct Overheads viz:			
			Property			
2875			Rent	2000		
1855			Rates	1702		
849			Heat and Light	1122		
707	6286		Insurances	480	5304	
			Administration			
7501			Directors remuneration	9360		
1234			Postage and Telephone	1380		
538	9273		General Expenses	383	11123	
			Selling			
5670			Advertising, Printing and Stationery	9182		
143	5813		Entertainment	-	9182	
			Maintenance			
1464			Repairs and Renewals	1575		
350			Depreciation	228		
92	1906		Cleaning	193	1996	
			Finance			
2112			Loan Interest Gross	1372		
2271			Bank Charges	2689		
414			Accountancy Charges	530		
20			Professional Charges	272		
97	4914		Subscriptions	85	4948	
		28192	TOTAL OVERHEADS			32553
	£	3436	NET OPERATING PROFIT FOR YEAR		£	18594

[illegible] GARAGES LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 1977.

1976 £	£	£		£	£	£
		300080	TURNOVER			516903
		13699	Trading Profit for year before charging			30084
	7501		Directors' Remuneration	9360		
	300		Auditors Remuneration	400		
	2112		Loan Interest	1372		
	350	10263	Depreciation of fixed assets	228		11440
		3436	NET OPERATING PROFIT BEFORE TAXATION			18594
		49	Add : Bank Interest			93
		3485	Net profit before Taxation			18667
	1643		TAXATION BASED ON CURRENT PROFITS	-		
	(16)		Add: Over-provision in previous year	984		
	———	1627		———		984
		1858	NET PROFIT AFTER TAXATION			19671
	2329		Balance Brought Forward	4141		
	46	2283	Less: Formation Expenses written off	-		4141
	£	4141	UNAPPROPRIATED PROFITS CARRIED FORWARD		£	23812

[illegible] GARAGES LTD.

STATEMENT OF SOURCE AND APPLICATION OF FUNDS DURING THE YEAR ENDED 31st MARCH 1977.

1975/76 £	1975/76 £		1976/77 £	1976/77 £
£	£		£	£
		SOURCE OF FUNDS		
	3485	Profit before tax		18687
		Adjustment for items not involving the movement of funds:–		
	350	Depreciation		228
	3835	**TOTAL GENERATED FROM OPERATIONS**		18915
		FUNDS FROM OTHER SOURCES		
		Tax repaid		984
	3000	Long-Term Loan		-
	6835			19899
		APPLICATION OF FUNDS		
705		Purchase of Fixed Assets		93
984	1689	Tax Paid		
£	5146		£	19806
		INCREASE/DECREASE IN WORKING CAPITAL		
9700		Increase in Stocks	30985	
811		Decrease in Debtors	(338)	
(2841)		Increase in Creditors	(14011)	
		Movement in net liquid funds:–		
(2524)		Cash Balances	3170	
£	5146			£ 19806