REPORT OF THE DIRECTORS TO THE MEMBERS OF 156

STAVORDALE GARAGES LIMITED.

The Directors present their report together with the Profit and Loss Account for the year ended 31st March 1979 and the Balance Sheet as at that date.

ACTIVITIES

The principal activity of the Company is Motor Trading.

TRADING RESULTS

The Profit of the Company, before taxation, was £ 37,726 all attributable to the principal activity as stated above.

FIXED ASSETS

The following additions to fixed assets during the year were regarded as significant :-

Tools	1,467
Fixtures and Fittings	1,146

DIVIDENDS

The Directors recommend that no dividend be paid.

EXPORTS

No exports were made during the year.

DIRECTORS

The Directors and their interests in the shares of the Company during the year were as follows :-

Name of Director	Class of Share	Interest at Financial Year end	Interest at Beginning of Year
H. R. Humpage	Ordinary	2760	2760
J. and H. R. Humpage	Ordinary	2300	2300

COMPANY STATUS

The Directors consider that the Company is a Close Company as defined by the Income and Corporation Taxes Act 1970.

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 ACCOUNTS FOR THE YEAR ENDED 31st MARCH, 1979

1. **TURNOVER**

Turnover is based on actual sales, and for the year amount to £ 1,028,000.

(1978 – £ 942,412).

2. **DIRECTORS' REMUNERATION**

		1979		1978
(a) Total Emoluments and Fees	£	10,045	£	11,285

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.

3. **TAXATION**

(a) **CURRENT TAXATION** – U. K. Corporation Tax is computed at Nil on current results.

(b) **DEFERRED TAXATION** – The Directors consider that no provision is required for deferred taxation. If full provision had been made the position at 31st March would have been as follows :

	1979	1978
Stock Relief Claimed	42,870	71,8[illegible]

4. **STOCKS**

Stocks have been valued at the lower of cost or net realisable value. The method of valuation is consistent with previous years.

5. **BANK OVERDRAFT**

The Bank overdraft is secured.

6. **SHARE CAPITAL**

		1979		1978
Authorised				
10,000 Ordinary Shares of £ 1 each	£	10,000	£	10,000
Issued and Fully paid				
5,060 Ordinary Shares of £ 1 each	£	5,060	£	5,[illegible]50

REPORT OF THE AUDITORS TO THE MEMBERS OF

STAVORDALE GARAGES LIMITED.

In our opinion the annexed Balance Sheet, Profit and Loss Account, Statement of Source and Application of Funds and Notes thereon, which have been prepared under the historical cost convention, 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 March 1979 and of the results and source and application of funds for the accounting reference period ended on that date.

McEwan Wallace Howell & Co

Dominion Buildings,
68, Argyle Street,
BIRKENHEAD.

McEWAN WALLACE HOWELL & CO.

CHARTERED ACCOUNTANTS.

20th August, 1979.

STAVORDALE GARAGES LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 197[illegible]

1978				
£	£		£	£
	942412	TURNOVER (Note : 1)		1028000
	38948	TRADING PROFIT FOR YEAR BEFORE CHARGING :		52917
11285		Directors' Remuneration (Note : 2)	10045	
500		Auditors' Remuneration	750	
2915		Loan Interest	3705	
505		Depreciation of Fixed Assets	691	15191
	15205			
	23743	NET OPERATING PROFIT BEFORE TAXATION		37726
	54	Add: Bank Interest		-
	23797	NET PROFIT BEFORE TAXATION		37726
		TAXATION (Note : 3)		-
	23797			37726
	1643	Add: Over-Provision in previous year		-
	25440	NET PROFIT AFTER TAXATION		37726
23812		Balance Brought Forward	44302	
4950		Less: Reserves capitalised by way of Bonus Issue of Shares	-	
	18862			44302
£	44302	UNAPPROPRIATED PROFITS CARRIED FORWARD	£	82028

BALANCE SHEET AS AT 31st MARCH, 1979

1978						
£	£	£		£	£	£
Cost	Agg Dep	WDV	FIXED ASSETS	Cost	Agg Dep	WDV
6573	-	6573	Site and Showroom Development	6573	-	6573
541	510	31	Van and Trailer	541	518	23
2950	1300	1650	Plant and Machinery	2950	1630	1320
518	344	174	Furniture, Fixtures and Fittings	1664	482	1182
1138	568	570	Tools	2605	783	1822
11720	2722	8998	TOTAL FIXED ASSETS	14333	3413	10920
			CURRENT ASSETS			
	116905		Stock (Note : 4)		177909	
	7017		Sundry Debtors and Prepayments		2547	
	10		Cash in Hand		140	
	123932		TOTAL CURRENT ASSETS		180596	
			Less: CURRENT LIABILITIES			
14809			Creditors	24156		
10989			Bank Overdraft	34018		
817			Loan - North West Securities	817		
11953			Directors' Current Accounts	11996		
42000			Stocking Loan	30441		
	80568				101428	
		43364	TOTAL NET CURRENT ASSETS			79168
	£	52362	TOTAL NET ASSETS		£	90088
			Financed by : SHAREHOLDERS' FUNDS			
	5060		SHARE CAPITAL (Note : 6)		5060	
			REVENUE RESERVE			
	44302		Profit and Loss Account		82028	
	49362				87088	
	3000		LONG TERM LOAN		3000	
	£	52362			£	90088

Signed on behalf of the Board :

Directors.

STAVORDALE GARAGES LIMITED

STATEMENT OF SOURCE AND APPLICATION OF FUNDS DURING THE YEAR ENDED 31st MARCH, 1979.

1977/78 £	1977/78 £		1978/79 £	1978/79 £
		SOURCE OF FUNDS		
	23797	Profit before Tax		37726
		Adjustment for Items not involving the movement of funds :-		
	505	Depreciation		691
	24302	**TOTAL GENERATED FROM OPERATIONS**		38417
		APPLICATION OF FUNDS		
	1720	Purchase of Fixed Assets		2613
£	22582		£	35804
		INCREASE/DECREASE IN WORKING CAPITAL		
39771		Increase in Stocks	61004	
4632		(Decrease) / Increase in Debtors	(4470)	
(26287)		Decrease/ (Increase) in Creditors	2169	58703
	18116			
	4406	Movement in net Liquid funds :- Cash Balances		(22899)
£	22582		£	35804