

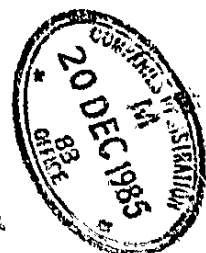
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WILLIAMS GRAND PRIX ENGINEERING LIMITED

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST OCTOBER 1984



WILLIAM GRAND PRIX ENGINEERING LIMITED

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST OCTOBER 1984

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WILLIAMS GRAND PRIX ENGINEERING LIMITED

COMPANY INFORMATION

COMPANY NUMBER : 1297497

DIRECTORS : F.O.G. Williams
P.M. Head
G. Koopman

SECRETARY : Mrs V.J. Williams

REGISTERED OFFICE : 27/31 Blandford Street
London W1H 3AD

BUSINESS ADDRESS : Basil Hill Road
Didcot
Oxfordshire
OX11 7HW

WILLIAMS GRAND PRIX ENGINEERING LIMITED

REPORT OF THE DIRECTORS

The directors present their report and financial statements for the year ended 31st October 1984.

PRINCIPAL ACTIVITY

The principal activity of the company continued unchanged as that of running a Formula 1 Grand Prix Racing Team.

BUSINESS REVIEW

The state of the company's affairs and trading results for the year are as shown by the attached financial statements.

The directors do not propose to recommend any distribution by way of dividend.

DIRECTORS AND THEIR INTERESTS

The directors who served during the year and their interests (including their family interests) in the issued share capital of the company remained unchanged as follows:-

Ordinary £1 Shares

F.O.G. Williams	80,000
P.M. Head.	20,000
G. Koopman	-

CLOSE COMPANY PROVISIONS

So far as the directors are aware the company was, at the end of the accounting period, a close company within the meaning of the Income and Corporation Taxes Act 1985.

AUDITORS

A resolution for the re-appointment of Messrs Leigh Carr and Partners, Chartered Accountants, as auditors of the company is to be proposed at the Annual General Meeting.

BY ORDER OF THE BOARD



Mrs. V.J. Williams
Secretary

WILLIAMS GRAND PRIX ENGINEERING LIMITED

REPORT OF THE AUDITORS

TO THE MEMBERS OF WILLIAMS GRAND PRIX ENGINEERING LIMITED

We have audited the financial statements set out on pages 4 to 11 in accordance with approved Auditing Standards.

In our opinion these financial statements, which have been prepared under the historical cost convention, give a true and fair view of the state of the company's affairs at 31st October 1984 and of its profit and source and application of funds for the year then ended and comply with the Companies Act 1985.

LEIGH CARR & PARTNERS,
Chartered Accountants,
London.

WILLIAMS GRAND PRIX ENGINEERING LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST OCTOBER 1984

<u>Note</u>	<u>1984</u>	<u>1983</u>
	<u>£</u>	<u>£</u>
1. Turnover	3,774,252	3,422,607
Administrative expenses	(3,639,814)	(3,401,924)
2. Other operating income	<u>2,818</u>	<u>22,961</u>
3. <u>Operating profit</u>	137,256	43,644
6. Interest payable and similar charges	(<u>80,601</u>)	(<u>19,075</u>)
<u>Profit on ordinary activities</u>		
<u>before taxation</u>	56,655	24,569
7. Tax on profit on ordinary activities	<u>-</u>	(<u>1,821</u>)
<u>Retained profit for the year</u>	56,655	26,390
Retained profit brought forward	<u>840,272</u>	<u>813,882</u>
<u>Retained profit</u>	£896,927 =====	£840,272 =====

The notes on pages 8 to 11 form part of these financial statements.

BALANCE SHEET AS AT 31ST OCTOBER 1984

The financial statements were approved by the Board on 13th August 1985.

Directors

F.O.G. Williams

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WILLIAMS GRAND PRIX ENGINEERING LIMITED

STATEMENT OF SOURCE AND APPLICATION OF FUNDS

FOR THE YEAR ENDED 31ST OCTOBER 1984

	1984	1983
	£	£
<u>SOURCE OF FUNDS</u>		
Profit on ordinary activities before taxation	55,655	24,569
Adjustment for items not involving the movement of funds:		
Depreciation of fixed assets	114,964	147,667
(Profit)/Loss on disposal of tangible fixed assets (7,270)		52,241
	107,694	199,908
Total generated from operations	164,349	224,477
<u>Funds from other sources:</u>		
Proceeds of disposal of tangible fixed assets	69,188	19,422
Industrial mortgage and loan received	324,362	408,812
	557,899	652,711
<u>APPLICATION OF FUNDS</u>		
Loans repaid	40,000	-
Purchase of tangible fixed assets	526,515	1,185,318
Tax paid	-	14,105
	566,515	1,199,423
	£(8,616)	£(546,712)
	=====	=====
<u>INCREASE/ (DECREASE) IN WORKING CAPITAL:</u>		
Stock	-	(700)
Debtors and prepayments	140,851	(76,133)
Creditors and accruals	(38,658)	60,961
Hire purchase	(34,625)	22,938
	67,568	7,066
<u>Movement in net liquid funds:</u>		
Cash at bank and in hand	4,077	(647,121)
Bank overdraft	(80,261)	93,343
	(76,184)	(553,778)
	£(8,616)	£(546,712)
	=====	=====

The notes on pages 8 to 11 form part of these financial statements.

WILLIAMS GRAND PRIX ENGINEERING LIMITED

ACCOUNTING POLICIES

FOR THE YEAR ENDED 31ST OCTOBER 1984

The following are the more important accounting policies adopted by the company:-

a) ACCOUNTING CONVENTION

The financial statements are prepared under the historical cost convention.

b) DEPRECIATION

All tangible fixed assets are depreciated at annual rates to write off the cost of the assets over their estimated useful lives using the following method and rates:-

	<u>% per annum</u>	<u>Method</u>
Freehold property	-	-
Pit equipment	20	reducing balance
Plant and machinery, furniture, fittings and office equipment	20	reducing balance
Motor vehicles	25	straight line
Porbury Gearbox Unit	20	reducing balance

The Leasehold premises and the improvements to premises were depreciated on the straight line basis over the length of the leases.

c) STOCK

Stock is valued at the total of the lower of cost and net realisable value of each item or group of items.

d) DEFERRED TAXATION

Deferred taxation is provided on the liability method on all short term timing differences and all other material timing differences at the current corporation tax rate of 30%, unless there is reasonable probability that such liability will not arise in the foreseeable future.

WILLIAM GRAND PRIX ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST OCTOBER 1984

1. TURNOVER

Turnover represents the invoiced value of goods sold and services rendered as Principal excluding value added tax and trade discounts.

	<u>1984</u>	<u>1983</u>
	<u>£</u>	<u>£</u>
2. <u>OTHER OPERATING INCOME</u>		
Interest receivable	2,220	18,934
Profit on exchange	598	4,027
	<u>£2,818</u>	<u>£22,961</u>
	=====	=====

3. OPERATING PROFIT

Operating profit is stated after charging :

Auditors remuneration	2,000	2,250
Directors emoluments	112,088	89,185
Depreciation	114,964	147,667
	=====	=====

4. DIRECTORS EMOLUMENTS

Remuneration	£112,088	£89,185
	=====	=====
Chairman's emoluments	£40,242	£27,888
	=====	=====

Particulars of other directors' emoluments were within the following ranges :-

	<u>Number</u>	<u>Number</u>
£20,001 to £25,000	Nil	1
£25,001 to £30,000	1	1
£40,001 to £45,000	1	Nil

5. EMPLOYEES

Particulars of employees earning between £30,001 to £35,000

1	Nil
---	-----

6. INTEREST PAYABLE AND SIMILAR CHARGES

Hire purchase interest	5,897	9,493
Bank loans and overdrafts and other loans wholly repayable within five years (excluding mortgage interest)	9,447	4,314
Mortgage loan interest	65,257	5,268
	<u>£80,601</u>	<u>£19,075</u>
	=====	=====

7. TAX ON PROFIT ON ORDINARY ACTIVITIES

(Over) provision of taxation in earlier years.

<u>£</u>	<u>£</u>
-	(1,821)
<u>£ -</u>	<u>£(1,821)</u>
=====	=====

WILLIAMS GRANT PAX ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST OCTOBER 1984

8. FIXED ASSETS

	Office Equip- ment	Base Engi- neering	Base Equip- ment	Leasehold Properties	Freehold Property	Computer	Plant and Equipment	Windtunnel Equipment & Fittings	Motor Vehicles	Pit Equipment	Perbary Gear Box, Testings Equipment	Total
£	£	£	£	£	£	£	£	£	£	£	£	£
Cost												
As at 1st November 1983	26,331	293,313	8,000	72,099	925,350	13,185	287,869	107,977	110,816	33,267	118,201	2,027,322
Additions	13,163	21,075	-	-	361,851	-	93,278	1,347	-	15,773	-	526,515
Disposals	-	(177,823)	-	(67,552)	-	-	(5,519)	-	(17,907)	-	-	(268,001)
	£39,504	£136,565	£8,000	£4,547	£1,287,201	£13,185	£375,628	£109,324	£92,909	£49,040	£118,201	£2,285,036

9. Depreciation

	Office Equip- ment	Base Engi- neering	Base Equip- ment	Leasehold Properties	Freehold Property	Computer	Plant and Equipment	Windtunnel Equipment & Fittings	Motor Vehicles	Pit Equipment	Perbary Gear Box, Testings Equipment	Total
£	£	£	£	£	£	£	£	£	£	£	£	£
As at 1st November 1983	12,620	228,313	2,000	70,960	-	6,923	153,303	47,757	73,557	13,750	-	629,318
Provided in the year	5,377	-	2,000	1,136	1,452	1,452	44,361	12,333	10,985	7,058	23,640	112,964
Eliminated on disposals	-	(121,749)	-	(67,550)	-	-	(2,579)	-	(13,605)	-	-	(206,883)
	£17,997	£106,564	£4,000	£4,546	£1,287,201	£8,375	£194,785	£60,091	£70,937	£20,808	£23,640	£537,395

Net Book Value

	Office Equip- ment	Base Engi- neering	Base Equip- ment	Leasehold Properties	Freehold Property	Computer	Plant and Equipment	Windtunnel Equipment & Fittings	Motor Vehicles	Pit Equipment	Perbary Gear Box, Testings Equipment	Total
£	£	£	£	£	£	£	£	£	£	£	£	£
As at 31st October 1984	£21,507	£30,001	£4,000	£1,139	£1,287,201	£5,810	£180,843	£49,333	£21,972	£28,232	£94,561	£1,747,541
As at 31st October 1983	£13,721	£65,000	£2,000	£1,139	£925,350	£7,262	£133,566	£60,220	£36,259	£19,517	£118,201	£1,397,908

WILLIAMS GRAND PRIX ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST OCTOBER 1984

	<u>1984</u>	<u>1983</u>
	<u>£</u>	<u>£</u>
9. <u>STOCK</u>	£150,000 =====	£150,000 =====
10. <u>DEBTORS</u> : Amounts falling due within one year		
Trade debtors	141,123	101,351
Other debtors	234,920	136,580
Prepayments	10,211	7,472
	<u>£386,254</u> =====	<u>£245,403</u> =====
11. <u>CREDITORS</u> : Amounts falling due within one year		
Bank overdraft	179,006	98,745
Obligations under hire purchase contracts	20,894	6,702
Trade creditors	338,292	303,361
Commercial loan	138,951	-
Other taxes and social security	38,760	33,914
Other creditors	16,131	7,250
	<u>£732,034</u> =====	<u>£449,972</u> =====
12. <u>CREDITORS</u> Amounts falling due after, more than one year		
Obligations under hire purchase contracts	20,433	-
Commercial loan	544,223	358,812
Other loan: Atlas Maritime	-	50,000
	<u>£564,656</u> =====	<u>£408,812</u> =====
13. <u>COMMERCIAL LOAN</u>		
Amount wholly repayable within five years	£683,174 =====	£358,812 =====
The loan will be repayable via 60 equal monthly instalments of £15,986.28 commencing in October 1984.		
Interest is being charged at 2.1/2% per annum over F.H.A. rates.		
The loan is secured on the freehold land and buildings.		
14. <u>DEFERRED TAXATION</u>		
Potential deferred taxation liabilities are made up of:-		
Accelerated capital allowances	£316,150 =====	£360,373 =====

WILLIAMS GRAND PRIX ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST OCTOBER 1984

	<u>1984</u>	<u>1983</u>
	<u>£</u>	<u>£</u>
15. <u>SHARE CAPITAL</u>		
Authorised, issued and fully paid		
100,000 ordinary shares of £1 each	£100,000 =====	£100,000 =====
16. <u>CAPITAL COMMITMENTS</u>		
Capital expenditure sanctioned by the board and outstanding at the end of the year which has not been provided in these financial statements:-		
against which contracts have been placed	£ - =====	£290,606 =====