

MOORCROFT DEBT RECOVERY LIMITED

ACCOUNTS

31 JULY 1987



Close company provisions

8 In the opinion of the directors the company is a close company within the meaning of the Income and Corporation Taxes Act 1970, as amended.

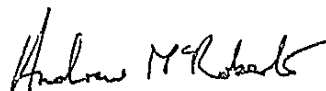
Auditors

9 A resolution to reappoint the auditors, Coopers & Lybrand, will be proposed at the annual general meeting.

BY ORDER OF THE BOARD

AJ McROBERTS

Secretary



20 November 1987

REPORT OF THE AUDITORS TO THE MEMBERS OF  
MOONBOLT LEST RECOVERY LIMITED

We have audited the accounts set out on pages 4 to 8 in accordance with approved Auditing Standards.

In our opinion the accounts give a true and fair view of the state of affairs of the company at 31 July 1987 and of its profit and source and application of funds for the year then ended and comply with the Companies Act 1985.

  
COOPERS & LYBRAND

Chartered Accountants

MANCHESTER

20 November 1987

MOORECROFT DEBT RECOVERY LIMITEDPROFIT AND LOSS ACCOUNT  
FOR THE YEAR TO 31 JULY 1987

	<u>Notes</u>	<u>1987</u>	<u>1986</u>
		£	(18 months) £
Earned Income	2	420,534	80,357
Administration Expenses		(350,000)	(15,000)
Operating profit		<u>70,534</u>	<u>65,357</u>
Other interest receivable and similar income		<u>—</u>	<u>3,940</u>
Profit on ordinary activities before taxation		70,534	69,297
Tax on profit on ordinary activities	3	(21,327)	(21,000)
Profit for the financial year		<u>49,207</u>	<u>48,297</u>
Dividends proposed		<u>—</u>	<u>(25,000)</u>
Retained profits for the financial year		<u>49,207</u>	<u>23,297</u>
<u>Statement of retained profits</u>			
At 1 August 1986		23,197	(100)
Retained profit for the financial year		<u>49,207</u>	<u>23,297</u>
At 31 July 1987		<u>72,404</u>	<u>23,197</u>

The notes on pages 7 to 8 form  
part of these accounts.

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MORCROFT DEBT RECOVERY LIMITEDBALANCE SHEET - 31 JULY 1987

	<u>Notes</u>	<u>1987</u>	<u>1986</u>
		£	£
CURRENT ASSETS			
Debtors	4	39,451	7,069
Cash at bank and in hand		311,856	158,586
		<u>351,397</u>	<u>165,655</u>
CREDITORS: amounts falling due within one year	5	(278,893)	(142,358)
		<u>72,504</u>	<u>23,297</u>
CAPITAL AND RESERVES			
Called up share capital	6	100	100
Profit and loss account		72,404	23,197
		<u>72,504</u>	<u>23,297</u>

Approved by the board on 20 November 1987

NG McRoberts )  
 ) Directors  
 AJ McRoberts )

*Handwritten signature: Andrew McRoberts*

The notes on pages 7 to 8 form part of these accounts.

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MOORCROFT DEBT RECOVERY LIMITEDSTATEMENT OF SOURCE AND APPLICATION OF FUNDS  
FOR THE YEAR ENDED 31 JULY 1987

	<u>1987</u>		<u>1986</u> (18 months)	
	£	£	£	£
SOURCE OF FUNDS				
Profit on ordinary activities before taxation		70,534		69,297
APPLICATION OF FUNDS				
Tax paid	20,627		-	
Dividends paid	25,000		-	
		(45,627)		-
		<u>24,907</u>		<u>69,297</u>
INCREASE IN WORKING CAPITAL				
Increase in debtors	32,472		7,069	
Increase in creditors falling due within one year, excluding taxation and proposed dividend	(160,835)		(96,358)	
		(128,363)		(89,289)
Movement in net liquid funds:				
Cash at bank and in hand		153,270		158,586
		<u>24,907</u>		<u>69,297</u>

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MOORCROFT DEBT RECOVERY LIMITEDNOTES TO THE ACCOUNTS - 31 JULY 19871 Principal accounting policies

The accounts are prepared in accordance with the historical cost convention. A summary of the more important accounting policies of the company, which have been applied consistently, is set out below.

(a) Earned income

Earned income represents commission received for the recovery of debts and other ancillary services.

(b) Deferred tax

Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is probable that a liability or asset will crystallise. Provision is made at the rate which is expected to be applied when the liability or asset is expected to crystallise.

	<u>1987</u> £	<u>1986</u> £
2 <u>Administration Expenses</u>		
Management charge from parent company	<u>350,000</u>	<u>15,000</u>
3 <u>Tax on profit on ordinary activities</u>		
The tax charge is based on the profit on ordinary activities for the year and comprises:		
United Kingdom corporation tax at 31% (1986 30%)	21,700	21,000
Adjustment in respect of prior year	(373)	-
	<u>21,327</u>	<u>21,000</u>
4 <u>Debtors</u>		
Trade debtors	<u>39,541</u>	<u>7,069</u>

All the above amounts are due within one year of the balance sheet date.

NOXPROFT DEBT RECOVERY LIMITEDNOTES TO THE ACCOUNTS - 31 JULY 1987 (CONTINUED)5 Creditors: amounts falling due within one year

	<u>1987</u> £	<u>1986</u> £
Trade creditors	185,541	75,987
Amounts owed to group companies:		
Holding company and fellow subsidiary companies	53,127	15,000
Other creditors	40,225	26,371
Taxation and social security (see note below)	-	25,000
Proposed dividend		
	<u>278,893</u>	<u>142,358</u>

Note: The creditor for taxation and social security  
includes UK corporation tax payable of £21,700 (1986 £21,000)

6 Called up share capital

Authorised:		
100 ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid:		
100 ordinary shares of £1 each	<u>100</u>	<u>100</u>

7 Ultimate holding company

The ultimate holding company is NWT Finance Limited which is incorporated in Great Britain.

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