

COMPANY No. 2484251

ABBEY ROAD TANKS LIMITED

FINANCIAL STATEMENTS

Year Ended 30 April 1993

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GRANT THORNTON  
1, STANLEY STREET  
LIVERPOOL

ABBEY ROAD TANKS LIMITED

REPORT OF THE DIRECTORS

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The directors present their report together with financial statements for the year ended 30 April 1993.

1. Principal activities

The company is principally engaged in the provision of specialised bulk transport.

2. Business Review

The profit for the year after taxation amounted to £43,371 (1992: £173,828). The directors do not recommend payment of a dividend and the profit has therefore been retained.

3. Directors

The directors in office at the end of the year are listed below. All served on the Board throughout the year.

The interests of the directors in the shares of the company at 1 May 1992 and 30 April 1993, as recorded in the register maintained by the company in accordance with the provisions of the Companies Act 1985, were as follows:

	<u>1993 and 1992</u>
	<u>Ordinary Shares</u>
C.A. Lucy	-
S.J. Lucy	45,108
C.A. Lucy (Jnr)	45,108
M.A. Lucy	45,108

There have been no changes in these holdings since the year end.

4. Tax status

In the opinion of the directors the company is a close company within the provisions of the Income and Corporation Taxes Act 1988.

ABBEY ROAD TANKS LIMITED

REPORT OF THE DIRECTORS (CONTINUED)

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5. Auditors

Grant Thornton offer themselves for reappointment as auditors in accordance with Section 385 of the Companies Act 1985.

Registered Office:

2 Abbey Close  
Priory Industrial Estate  
birkenhead.

Date 21.10.1993

BY ORDER OF THE BOARD

S.J. LUCY

Director



REPORT OF THE AUDITORS' TO THE MEMBERS OF  
ABBAY ROAD TANKS LIMITED

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We have audited the financial statements on pages 5 to 17 in accordance with Auditing Standards.

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 30 April 1993 and of its profit and cash flows for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

*Grant Thornton.*

GRANT THORNTON  
REGISTERED AUDITORS  
CHARTERED ACCOUNTANTS

LIVERPOOL

Date *21 October 1993*

REPORT OF THE AUDITORS' TO THE DIRECTORS OF  
ABBEX ROAD TANKS LIMITED  
UNDER SECTION 248(3) OF THE COMPANIES ACT 1985

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We have examined the financial statements of the company and each of its subsidiaries for the year ended 30 April 1993. The scope of our work for the purposes of this report was limited to confirming that the company is entitled to the exemptions conferred by section 248 from preparing group accounts.

In our opinion, the company is entitled to the exemption from preparing group accounts conferred by section 248 of the Companies Act 1985.

*Grant Thornton.*

GRANT THORNTON  
REGISTERED AUDITORS  
CHARTERED ACCOUNTANTS

LIVERPOOL

Date 21 October 1993

## ABBEY ROAD TANKS LIMITED

### ACCOUNTING POLICIES

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The financial statements have been prepared in accordance with applicable Accounting Standards under the historical cost convention, as modified by the revaluation of leasehold property.

The principal accounting policies of the company have remained unchanged from the previous year and are set out below.

#### a) Turnover

Turnover is the total amount receivable by the company in the ordinary course of business with outside customers for goods supplied as a principal and for services provided, excluding VAT and trade discounts.

#### b) Depreciation

Depreciation is calculated on the reducing balance method, with the exception of leasehold property which is on the straight line method, and aims to write down the cost or valuation less estimated residual value of all tangible fixed assets other than leasehold property over their expected useful lives.

The rates generally applicable are:

Plant and equipment	-	10% - 25%
Tractors and tanks	-	10% - 20%
Motor vehicles	-	25%
Leasehold property	-	2%

#### c) Stocks

Stocks are stated at the lower of cost and net realisable value.

#### d) Deferred tax

Deferred tax is the tax attributable to timing differences between profits or losses as computed for tax purposes and results as stated in the financial statements, and is provided for in full.

Deferred tax is calculated at the rates at which it is estimated that the tax will be paid when the timing differences reverse.

ABBEY ROAD TANKS LIMITED

ACCOUNTING POLICIES (CONTINUED)

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e) Leased assets

Where assets are financed by leasing agreements which give risks and rewards approximating to ownership ("finance leases") they are treated as if they had been purchased outright on credit. They are therefore initially recorded as a fixed asset and a liability at a sum equal to the fair value of the asset. Leasing payments on such assets are regarded as consisting of a capital element which reduces the outstanding liability and an interest charge.

All other leases are regarded as operating leases and the total payments made under them are charged to the profit and loss account on a straight-line basis over the lease term.

f) Contributions to pension funds

Defined contribution schemes

The pension costs charged against profits represent the amount of the contributions payable to the schemes in respect of the accounting period.

g) Investments

Investments are included at cost less amounts written off.

ABBEY ROAD TANKS LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30 APRIL 1993

	Note	1993 £	1992 £
Turnover	1	3,191,502	2,404,395
Cost of sales		(1,567,059)	(1,185,267)
Gross profit		1,624,443	1,219,128
Distribution costs		(963,238)	(736,699)
Administrative expenses		(447,935)	(263,998)
Operating profit		213,270	218,431
Dividend received		-	17,685
Interest payable and similar charges	2	(80,241)	(54,056)
Profit on ordinary activities before taxation	1	133,029	182,060
Tax on profit on ordinary activities	4	(89,658)	(8,232)
Profit for the financial year retained	13	£43,371	£173,826

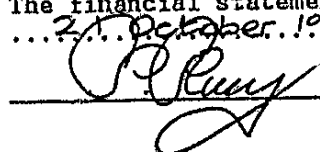
The accompanying accounting policies and notes on pages 5, 6 and 11 to 17 form an integral part of these financial statements.

ABBEY ROAD TANKS LIMITED

BALANCE SHEET AT 30 APRIL 1993

	Note	£	1993	£	£	1992	£
<b>Fixed assets</b>							
Tangible assets	5		1,180,647			1,086,320	
Investments	6		292,958			292,958	
			<u>1,473,605</u>			<u>1,379,278</u>	
<b>Current assets</b>							
Stocks	7	3,636			2,340		
Debtors	8	523,757			325,346		
Cash at bank and in hand		<u>696</u>			<u>1,493</u>		
		528,089			329,179		
Creditors: amounts falling due within one year	9	<u>889,150</u>			<u>687,449</u>		
Net current liabilities			(361,061)			(358,270)	
Total assets less current liabilities			1,112,544			1,021,008	
Creditors: amounts falling due after more than one year	10		(568,964)			(588,799)	
Provisions for liabilities and charges	11		(100,000)			(32,000)	
			<u>£443,580</u>			<u>£400,209</u>	
<b>Capital and reserves</b>							
Called up share capital	12		150,360			150,360	
Revaluation reserve	13		32,266			32,266	
Profit and loss account	13		260,954			217,583	
			<u>£443,580</u>			<u>£400,209</u>	

The financial statements were approved by the Board of Directors on  
 ... 21 October 1993 ... (date)



S.J. LUCY - Director

The accompanying accounting policies and notes on pages 5, 6 and 11 to 17 form an integral part of these financial statements.

ABBEY ROAD TANKS LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 APRIL 1993

	£	1993	£	1992	£
Net cash inflow from operating activities (see page 10)			366,160		304,111
Returns on investments and servicing of finance					
Interest paid	(80,241)			(52,346)	
Finance lease interest paid	-			(1,710)	
Dividends received	-			<u>17,685</u>	
Net cash outflow from returns on investments and servicing of finance			(80,241)		(36,471)
Taxation					
UK corporation tax paid			(25,741)		(26,057)
Investing activities					
Purchase of tangible fixed assets	(232,964)			544,788	
Purchase of investments in other entities	-			22,958	
Net cash outflow from investing activities			(232,964)		(567,746)
Net cash outflow before financing			27,214		(326,063)
Financing					
Issue of shares	-			22,958	
Repayment of borrowings	(25,701)			-	
Receipts from borrowings	136,351			(13,680)	
Capital payments re hire purchase/finance lease agreements	(143,229)			<u>235,332</u>	
Net cash inflow from financing			(32,579)		244,610
Decrease in cash and cash equivalents (see page 10))			<u>£(5,365)</u>		<u>£(81,453)</u>

ABBEY ROAD TANKS LIMITED

CASH FLOW STATEMENT (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 1993

	£	1993	£	£	1992	£
Decrease in cash and cash equivalents						
Cash at bank and in hand -						
Balance as at 1 May 1992		1,493			1,987	
Balance as at 30 April 1993		<u>696</u>			<u>1,493</u>	
			(797)			(494)
Overdrafts -						
Balance as at 1 May 1992		127,535			46,576	
Balance as at 30 April 1993		<u>132,103</u>			<u>127,535</u>	
			(4,568)			(80,959)
			<u>£(5,365)</u>			<u>£(81,453)</u>
Operating profit		213,270			218,431	
Depreciation		132,053			116,195	
Loss on sale of tangible fixed assets		6,584			-	
(Increase)/decrease in stock		(1,296)			3,864	
(Increase)/decrease in debtors		(198,411)			22,536	
Increase/(decrease) in creditors		213,960			(56,915)	
Net cash inflow from operating activities (see page 9))		<u>£366,160</u>			<u>£304,111</u>	

The accompanying accounting policies and notes on pages 5, 6 and 11 to 17 form an integral part of these financial statements.

ABBEEY ROAD TANKS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 1993

1. Turnover and profit on ordinary activities before taxation

The turnover and profit before taxation is attributable to one activity, which is carried on in a single geographical market.

Profit on ordinary activities is stated after:

	<u>1993</u> £	<u>1992</u> £
Auditors' remuneration	6,000	5,500
Depreciation	132,053	116,195
Loss on disposal of tangible fixed assets	<u>6,584</u>	<u>-</u>

2. Interest payable and similar charges

	<u>1993</u> £	<u>1992</u> £
On bank loans, overdrafts and other loans		
- repayable within 5 years, otherwise than by instalments	14,940	11,486
- repayable within 5 years, by instalments	35,654	15,156
- repayable wholly or partly in more than 5 years	<u>29,647</u>	<u>27,414</u>
	<u>£80,241</u>	<u>£54,056</u>

3. Directors and employees

	<u>1993</u> £	<u>1992</u> £
Wages and salaries	976,256	679,012
Social security	90,413	61,591
Pension contributions	<u>72,149</u>	<u>30,110</u>
	<u>£1,138,818</u>	<u>£770,713</u>
Average number of employees	<u>49</u>	<u>45</u>

ABBREY ROAD TANKS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 1993

3. Directors and employees (continued)

Staff costs include remuneration in respect of directors, as follows:

	<u>1993</u> £	<u>1992</u> £
Directors' fees	157,507	70,193
Pension contributions	64,019	21,176
	<u>£221,526</u>	<u>£91,374</u>

The emoluments of the directors, excluding pension contributions, were as follows:

	<u>1993</u>	<u>1992</u>
The Chairman and highest paid director	<u>£66,217</u>	<u>£24,514</u>

Other directors:	<u>Number</u>	<u>Number</u>
£15,000 to £20,000	-	3
£30,001 to £35,000	<u>3</u>	<u>-</u>

Defined Contribution Scheme

The company operates two defined contribution pension schemes for the benefit of the directors and the employees. The assets of the schemes are administered by trustees in funds independent from those of the company.

4. Tax on profit on ordinary activities

The taxation charge is based on the profit for the year and is made up as follows:

	<u>1993</u> £	<u>1992</u> £
United Kingdom corporation tax @ 25%	21,877	26,232
Deferred Tax (see note 11)	20,000	(18,000)
Adjustments in respect of prior years:		
Deferred tax (see note 11)	48,000	-
Corporation tax	(219)	-
	<u>£89,658</u>	<u>£8,232</u>

ABBAY ROAD TANKS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 1993

5. Tangible fixed assets

	<u>Total</u> £	<u>Leasehold property</u> £	<u>Plant and equipment</u> £	<u>Tractors and tanks</u> £	<u>Motor vehicles</u> £
Cost/Valuation					
At 1.5.92	1,566,822	80,000	24,871	1,451,901	10,050
Additions at cost	232,964	170,349	2,158	59,957	500
Disposals	(10,851)	-	-	(5,351)	(5,500)
At 30.4.93	£1,788,935	250,349	27,029	1,506,507	5,050
Depreciation					
At 1.5.92	480,502	-	17,318	458,191	4,993
Provided in the year	140,315	4,821	1,913	132,316	1,265
Written back	(8,262)	-	(1,121)	(7,141)	-
Disposals	(4,267)	-	-	-	(4,267)
At 30.4.93	£ 608,288	4,821	18,110	583,366	1,991
Net book amount at 30.4.93	£1,180,647	245,528	8,919	923,141	3,059
Net book amount at 30.4.92	£1,086,320	80,000	7,553	993,710	5,057

During the year ended 30 April 1992, the company's leasehold property was revalued and the surplus arising was transferred to the revaluation reserve.

No provision has been made in the deferred taxation account for the estimated corporation tax that would be payable on disposal at this valuation because, in the opinion of the directors, this asset is unlikely to be disposed of in the foreseeable future.

Included in tractors and tanks are the following assets which are held under finance leases:

Net book amount	£111,297
Depreciation charge for year	£ 27,942

# ABBEY ROAD TANKS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 1993

### 6. Investments

Shares in  
Group  
undertakings

At cost

At 1 May 1992 and  
at 30 April 1993

£292,958

At 30 April 1993, the company held more than 10% of the allotted share capital of the following undertakings:

	<u>Country of registration</u>	<u>Class of Share capital held</u>	<u>Proportion held</u>	<u>Nature of business</u>	<u>Carrying value £</u>
Abbey Tankers Ltd	England	Ordinary	100%	Dormant	260,000
Priory Garage (Wirral) Ltd	England	Ordinary	100%	Dormant	32,958
					<u>£292,958</u>

### 7. Stocks

	<u>1993</u>	<u>1992</u>
Raw materials and consumable stores	<u>£3,636</u>	<u>£2,340</u>

There were no significant differences between the replacement cost and the values disclosed for stock.

### 8. Debtors

	<u>1993</u>	<u>1992</u> £
Trade debtors	468,378	287,804
Prepayments and accrued income	46,276	34,677
Other debtors	9,103	2,865
	<u>£523,757</u>	<u>£325,346</u>

ABBEY ROAD TANKS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 1993

9. Creditors: amounts falling due within one year

	<u>1993</u>	<u>1992</u>
	£	£
Instalments due on bank loans	32,317	13,680
Bank overdraft	132,103	127,535
Trade creditors	274,447	193,438
Current taxation	21,877	25,875
Social security and other taxes	102,733	53,834
Hire purchase creditors	82,346	129,459
Finance lease creditors	39,339	39,358
Accruals and deferred income	113,051	28,012
Amounts due to group company	20,178	21,250
Directors and shareholders loans	70,759	54,408
	<u>£889,150</u>	<u>£687,449</u>

The bank loan and overdraft are secured by a fixed charge over all of the company's leasehold property and the book debts of the company.

10. Creditors: amounts falling due after more than one year

	<u>1993</u>	<u>1992</u>
	£	£
Bank loans	264,098	188,436
Hire purchase creditors	41,583	124,224
Finance lease creditors	3,283	16,139
Amounts due to group company	260,000	260,000
	<u>£568,964</u>	<u>£588,799</u>
	£	£
Bank loans, excluding current instalments, are repayable as follows:		
Between one and two years	32,317	13,680
Between two and five years	96,951	41,040
In five years or more	134,830	133,716
	<u>£264,098</u>	<u>£188,436</u>

Bank loans are repayable by monthly instalments of £5,206.

ABBAY ROAD TANKS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 1993

11. Provisions for liabilities and charges

	<u>Deferred taxation</u> £
At 1 May 1992	32,000
Charged during the year	68,000
	<hr/>
At 30 April 1993	<u>£100,000</u>

Deferred taxation provided in the financial statements and the total potential liability, including the amount provided, are set out below.

	<u>1993</u> £	<u>1992</u> £
Accelerated capital allowances	83,000	25,000
Finance leases	17,000	7,000
	<hr/>	<hr/>
	<u>£100,000</u>	<u>£32,000</u>

12. Share capital

	<u>1993</u>	<u>1992</u>
Authorised		
500,000 ordinary shares of £1 each	£500,000	£500,000
	<hr/>	<hr/>
Allotted, called up and fully paid		
150,360 ordinary shares of £1 each	£150,360	£150,360
	<hr/>	<hr/>

13. Reserves

	<u>Profit and loss account</u> £	<u>Revaluation reserve</u> £
At 1 May 1992	217,583	32,266
Retained profit for the year	43,371	-
	<hr/>	<hr/>
At 30 April 1993	<u>£260,954</u>	<u>£32,266</u>

ABBAY ROAD TANKS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 1993

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14. Capital commitments

There were no capital commitments at 30 April 1993 (1992: Authorised, but not contracted for, £120,000).

15. Contingent liabilities

There were no contingent liabilities at 30 April 1993 or 30 April 1992.