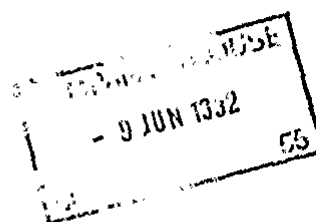


COMPANY No. 2484251

ABBEY ROAD TANKS LIMITED

FINANCIAL STATEMENTS

Year Ended 30 April 1992



GRANT THORNTON
1, STANLEY STREET
LIVERPOOL.

GRANT THORNTON
MEMBERS ACCOUNTANTS
1 STANLEY STREET
LIVERPOOL L1 6AD

ABBEY ROAD TANKS LIMITED

REPORT OF THE DIRECTORS

The directors present their report together with financial statements for the year ended 30 April 1992.

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 £173,828 (1991: £43,755). 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 30 April 1992, as recorded in the register maintained by the company in accordance with the provisions of the Companies Act 1985, were as follows:

	<u>1992</u>	<u>1991</u>
	<u>Ordinary Shares</u>	
	-	43,339
G.A. Lucy	45,108	13,001
S.J. Lucy	45,108	13,001
G.A. Lucy (Jnr)	45,108	13,001
M.A. Lucy		

In the period between 30 April 1992 and 1 June 1992 there have been no changes in these holdings.

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.

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ABBEY ROAD TANKS LIMITED

REPORT OF THE DIRECTORS (CONTINUED)

5. Auditors

Grant Thornton offer themselves for reappointment as auditors in accordance with Section 385(2) of the Companies Act 1985.



ON BEHALF OF THE BOARD

Registered Office:

2 Abbey Close
Priory Industrial Estate
Birkenhead.

S.J. LUCY

Director

1 June 1992

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

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 1992 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 AUDITOR
CHARTERED ACCOUNTANTS

LIVERPOOL

1 June 1992

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

We have examined the financial statements of the company and each of its subsidiaries for the year ended 30 April 1992. 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 AUDITOR
CHARTERED ACCOUNTANTS

LIVERPOOL

1 June 1992

ABBAY ROAD TANKS LIMITED

ACCOUNTING POLICIES

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 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 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 is not depreciated.

c) Stocks

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

Cost means purchase price including transport and handling costs, less trade discounts, calculated on a first in first out basis.

Net realisable value means estimated selling price (less trade discounts) less all further costs to completion and all costs to be incurred in marketing, selling and distribution.

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.

Deferred tax is provided to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability.

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

ABBEE ROAD TANKS LIMITED

ACCOUNTING POLICIES (CONTINUED)

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 scheme

The pension costs charged against profits represent the amount of the contributions payable to the scheme 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 1992

	<u>Note</u>	<u>1992</u> £	<u>1991</u> £
Turnover	1	2,404,395	2,144,304
Cost of sales		(1,185,267)	(1,144,230)
Gross profit		1,219,128	1,000,074
Distribution costs		(726,385)	(620,476)
Administrative expenses		(274,312)	(216,814)
Operating profit		218,431	162,784
Dividends received		17,685	-
Interest payable and similar charges	2	(54,056)	(71,940)
Profit on ordinary activities before exceptional item		182,060	90,844
Exceptional item	3	-	(25,389)
Profit on ordinary activities before taxation	1	182,060	65,455
Tax on profit on ordinary activities	5	(8,232)	(21,700)
Profit for the financial year retained	14	<u>£173,828</u>	<u>£43,755</u>

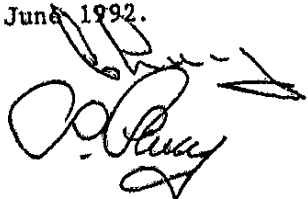
The accounting policies and notes on pages 5, 6 and 11 to 17 form part of these financial statements.

ABBEY ROAD TANKS LIMITED

BALANCE SHEET AT 30 APRIL 1992

	Note	£	£	£	£
Fixed assets					
Tangible assets	6		1,086,320		625,464
Investments	7		292,958		389,550
			<u>1,379,278</u>		<u>1,015,014</u>
Current assets					
Stocks	8	2,340		6,204	
Debtors	9	325,346		347,882	
Cash at bank and in hand		<u>1,493</u>		<u>1,987</u>	
		329,179		356,073	
Creditors: amounts falling due within one year	10	<u>687,449</u>		<u>553,956</u>	
Net current liabilities			(358,270)		(197,883)
Total assets less current liabilities			1,021,008		817,131
Creditors: amounts falling due after more than one year	11		(588,799)		(595,974)
Provisions for liabilities and charges	12		(32,000)		(50,000)
			<u>£400,209</u>		<u>£171,157</u>
Capital and reserves					
Called up share capital	13		150,360		127,402
Revaluation reserve	14		32,266		-
Profit and loss account	14		217,583		43,755
			<u>£400,209</u>		<u>£171,157</u>

The financial statements were approved by the Board of Directors on 1 June 1992.



G.A. LUCY)
S.J. LUCY) Directors

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

ABBEY ROAD TANKS LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 APRIL 1992

	£	1992	£	1991	£
Net cash inflow					
from operating activities					
(see below)			304,111		736,419
Returns on investments and					
servicing of finance					
Interest paid	(52,346)			(71,940)	
Finance lease interest paid	(1,710)			-	
Dividends received	<u>17,685</u>			-	
Net cash outflow from					
returns on investments and					
servicing of finance			(36,371)		(71,940)
Taxation					
UK corporation tax paid			(26,057)		(10,534)
Investing activities					
Purchase of tangible fixed					
assets	544,788			738,091	
Purchase of investments in					
other entities	22,958			389,550	
Sale of tangible fixed					
assets	<u>-</u>			<u>(11,458)</u>	
Net cash outflow from					
investing activities			(567,746)		(1,116,183)
Net cash outflow before					
financing			(326,063)		(462,238)
Financing					
Issue of shares	22,958			127,402	
(Repayment of)/receipts					
from borrowings	(13,680)			215,796	
Capital receipts from hire					
purchase/finance lease					
agreements	<u>235,332</u>			<u>74,451</u>	
Net cash inflow from					
financing			244,610		417,649
Decrease in cash and cash					
equivalents (see over)			<u>£(81,453)</u>		<u>£(44,589)</u>

ABBEY ROAD TANKS LIMITED

CASH FLOW STATEMENT (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 1992

	£	1992	£	£	1991	£
Decrease in cash and cash equivalents						
Cash at bank and in hand -						
Balance as at 1 April 1991		1,987			-	
Balance as at 31 March 1992		<u>1,493</u>			<u>1,987</u>	
			(494)			1,987
Overdrafts -						
Balance as at 1 April 1991		46,576			-	
Balance as at 31 March 1992		<u>127,535</u>			<u>46,576</u>	
			(80,959)			(46,576)
			<u>£(81,453)</u>			<u>£(44,589)</u>
Operating profit			218,431			137,395
Depreciation			116,195			93,520
Loss on sale of tangible fixed assets			-			7,649
(Increase)/decrease in stock			3,864			(6,204)
(Increase)/decrease in debtors			22,536			(347,882)
Increase/(decrease) in creditors			(56,915)			851,941
Net cash inflow from operating activities (see above)			<u>£304,111</u>			<u>£736,419</u>

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

ABBEY ROAD TANKS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 1992

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>1992</u>	<u>1991</u>
	£	£
Auditors' remuneration	5,500	5,000
Hire of plant and machinery	-	3,812
Depreciation	116,195	93,520
Loss on disposal of tangible fixed assets	-	7,649
Legal and professional fees	<u>5,900</u>	<u>-</u>

2. Interest payable and similar charges

	<u>1992</u>	<u>1991</u>
	£	£
On bank loans, overdrafts and other loans		
- repayable within 5 years, otherwise than by instalments	11,486	11,112
- repayable within 5 years, by instalments	15,156	23,931
- repayable wholly or partly in more than 5 years	<u>27,414</u>	<u>36,890</u>
	<u>£54,056</u>	<u>£71,940</u>

3. Exceptional item

	<u>1992</u>	<u>1991</u>
Legal and professional costs incurred in connection with incorporation, the transfer of trade, and the provision of loan facilities	<u>£ -</u>	<u>£25,389</u>

ABBEY ROAD TANKS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 1992

4. Directors and employees

	<u>1992</u> £	<u>1991</u> £
Wages and salaries	679,012	589,203
Social security	61,591	49,413
Pension contributions	30,110	11,227
	<u>£770,713</u>	<u>£649,843</u>
Average number of employees	<u>45</u>	<u>41</u>

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

	<u>1992</u> £	<u>1991</u> £
Directors' fees	70,198	82,271
Pension contributions	21,176	5,564
	<u>£91,374</u>	<u>£87,835</u>

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

	<u>1992</u>	<u>1991</u>
The Chairman and highest paid director	<u>£24,514</u>	<u>£20,833</u>
Other directors:	<u>Number</u>	<u>Number</u>
£15,001 to £20,000	3	.
£20,001 to £25,000	<u>-</u>	<u>3</u>

Defined Contribution Scheme

The company operates a defined contribution pension scheme for the benefit of the directors and the employees. The assets of the scheme are administered by trustees in a fund independent from those of the company.

ABBEY ROAD TANKS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 1992

5. Tax on profit on ordinary activities

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

	<u>1992</u> £	<u>1991</u> £
United Kingdom corporation tax @ 25%	26,232	23,700
Deferred Tax (see Note 12)	(18,000)	(2,000)
	<u>£8,232</u>	<u>£21,700</u>

6. 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					
At 1.5.91	989,768	10,000	32,768	936,950	10,050
Additions at cost	544,788	17,000	12,837	514,951	-
Transfers	-	20,734	(20,734)	-	-
Surplus on revaluations	32,266	32,266	-	-	-
At 30.4.92	<u>£1,566,822</u>	<u>80,000</u>	<u>24,871</u>	<u>1,451,901</u>	<u>10,050</u>
Depreciation					
At 1.5.91	364,307	-	12,035	348,964	3,308
Provided in the year	116,195	-	5,283	109,227	1,685
At 30.4.92	<u>£ 480,502</u>	<u>-</u>	<u>17,318</u>	<u>458,191</u>	<u>4,993</u>
Net book amount at 30.4.92	<u>£1,086,320</u>	<u>80,000</u>	<u>7,553</u>	<u>993,710</u>	<u>5,057</u>
Net book amount at 30.4.91	<u>£ 625,464</u>	<u>10,000</u>	<u>20,733</u>	<u>587,986</u>	<u>6,742</u>

During the year, the company's leasehold property was revalued by Messrs. Smith & Sons, Chartered Surveyors on an open market value basis.

The surplus arising has been transferred to the revaluation reserve.

ABBNEY ROAD TANKS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 1992

6. Tangible fixed assets (continued)

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 value	<u>£83,354</u>
Depreciation charge for year	<u>£ 9,890</u>

7. Investments

	Shares in Group undertakings £
At cost	389,550
At 1.5.1991	22,958
Purchased in year	(119,550)
Reduction in value	<u> </u>
At 30 April 1992	<u>£292,958</u>

The reduction in value arose as a result of a dividend paid by a subsidiary to the company.

At 30 April 1992, the company held more than 10% of the allotted share capital of the following undertakings:

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

ABBEY ROAD TANKS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 1992

8. Stocks

	<u>1992</u>	<u>1991</u>
Raw materials and consumable stores	<u>£2,340</u>	<u>£6,204</u>

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

9. Debtors

	<u>1992</u>	<u>1991</u>
		£
Trade debtors	287,804	244,674
Prepayments and accrued income	34,677	100,101
Other debtors	2,865	3,107
	<u>£325,346</u>	<u>£347,882</u>

10. Creditors: amounts falling due within one year

	<u>1992</u>	<u>1991</u>
	£	£
Instalments due on bank loans	13,680	4,250
Bank overdraft	127,535	46,576
Trade creditors	193,438	222,500
Current taxation	25,875	25,700
Social security and other taxes	53,834	53,899
Hire purchase creditors	129,459	69,573
Finance lease creditors	39,958	-
Accruals and deferred income	28,012	30,115
Amounts due to group company	21,250	16,935
Directors and shareholders loans	54,408	84,408
	<u>£687,449</u>	<u>£553,956</u>

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

ABBAY ROAD TANKS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 1992

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

	<u>1992</u> £	<u>1991</u> £
Bank loans	188,436	211,546
Hire purchase creditors	124,224	4,878
Finance lease creditors	16,139	-
Amounts due to group company	260,000	379,550
	<u>£588,799</u>	<u>£595,974</u>
	£	£
Bank loans, excluding current instalments, are repayable as follows:		
Between one and two years	13,680	4,250
Between two and five years	54,720	17,000
In five years or more	120,036	190,296
	<u>£188,436</u>	<u>£211,546</u>

12. Provisions for liabilities and charges

	<u>Deferred taxation</u> £
At 1.5.1991	50,000
Released during the year	(18,000)
	<u>£32,000</u>
At 30.4.1992	

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

	<u>Amount provided and potential liability</u>	
	<u>1992</u> £	<u>1991</u> £
Accelerated capital allowances	25,000	50,000
Finance leases	7,000	-
	<hr/>	<hr/>
	£32,000	£50,000
	<hr/>	<hr/>

ABBEY ROAD TANKS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 1992

13. Share capital

	<u>1992</u>	<u>1991</u>
Authorised		
500,000 ordinary shares of £1 each	£500,000	£500,000
	<u> </u>	<u> </u>
Allotted, called up and fully paid		
150,360 ordinary shares of £1 each	£150,360	£127,402
	<u> </u>	<u> </u>

Allotments during the year

In order to acquire the remaining shares in a subsidiary, the company made an allotment of 22,958 Ordinary £1 shares at par by way of a share exchange.

14. Reserves

	Profit and loss <u>account</u> £	Revaluation <u>reserve</u> £
At 1 May 1991	43,755	-
Retained profit for the year	173,828	-
Revaluation surplus arising in the year	-	32,266
	<u> </u>	<u> </u>
At 30 April 1992	£217,583	£32,266
	<u> </u>	<u> </u>

15. Capital commitments

There were no capital commitments at 30 April 1991.

At 30 April 1992 the directors had authorised, but not contracted for, expenditure in respect of a new depot at a cost of £120,000.

16. Contingent liabilities

There were no contingent liabilities at 30 April 1992 or 30 April 1991.