

TK MOTORS LIMITED

DIRECTORS' REPORT AND
FINANCIAL STATEMENT

31 DECEMBER 2000

COMPANY REG NO 2568260 ENGLAND



TK MOTORS LIMITED

DIRECTORS' REPORT

The directors have pleasure in submitting their report and financial statement for the year ended 31 December 2000.

Activities

The Company has not traded during the year.

Directors

The directors who held office during the year are as follows:

EVANS HALSHAW MOTORS LIMITED

No director had any beneficial interest in the shares of the Company at any time during the year.

By Order of the Board



H C Sykes
Secretary

16 February, 2001

TK MOTORS LIMITED
BALANCE SHEET

As at 31 December 2000

	2000 £	1999 £
FIXED ASSET - loans to parent and fellow subsidiary undertakings	2,400,549	2,400,549

CAPITAL AND RESERVES

Share Capital (See note 2)	<u>Authorised</u>	<u>Allotted, called up and fully paid</u>		
Ordinary shares of 10p each	500,000	500,000	50,000	50,000
16.5% cumulative redeemable preference shares of 10p each	150,000	150,000	15,000	15,000
16.5% cumulative preference shares of 10p each	150,000	150,000	15,000	15,000

Other Reserves


Share premium account	855,000	855,000
Capital Redemption Reserve	15,000	15,000
Profit and loss account	1,450,549	1,450,549
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	2,400,549	2,400,549

Analysis of Shareholders' funds

Equity interests	2,370,549	2,370,549
Non-Equity interests	30,000	30,000
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	2,400,549	2,400,549

The company has been dormant (within the meaning of section 250 of the Companies Act 1985) throughout the year ended 31 December 2000.

Approved on behalf of the Board


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Evans Halshaw Motors Limited
Director

16 February, 2001

Notes

(forming part of the financial statement)

1. The financial statement has been prepared under the historical cost convention and in accordance with section 228 of, and Schedule 4 to, the Companies Act 1985.
2. The holders of preference shares are entitled to repayment of capital and any arrears of dividend in priority to ordinary share holders in the event of the company being wound up, otherwise, they are not entitled to any further participation in the profits on assets of the company. All rights to dividends have been waived.

The holders of preference shares are not entitled to vote on any resolution proposed at any meeting of the company except where a resolution directly affects any of the special rights attached to this class of share.

3. The ultimate holding company is Pendragon Plc, a company incorporated in Great Britain and registered in England. Copies of that company's financial statements can be obtained from Loxley House, 2 Oakwood Court, Little Oak Drive, Annesley, Notts NG15 0DR.