

COMPANIES HOUSE  
CARDIFF  
27 JAN 1993  
RECEPTION DESK

STYLECOVER LIMITED T/A

HOWELLS OF CARDIFF

FINANCIAL STATEMENTS

FOR THE PERIOD FROM 12 MARCH 1991  
TO 31 MARCH 1992

COMPANIES HOUSE  
27 JAN 1993  
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STYLECOVER LIMITED T/A

HOWELLS OF CARDIFF

REPORT OF THE DIRECTORS

The directors present their report together with financial statements for the period from 12 March 1991 to 31 March 1992.

1. PRINCIPAL ACTIVITY

The company's principal activity during the period was vehicle retailing and associated services.

2. BUSINESS REVIEW

There was a loss for the period after taxation amounting to £132,774. This loss has been deducted from reserves.

3. DIRECTORS AND THEIR INTERESTS

The directors of the company during the period and their interests in the share capital of the company at 12 March 1991 and at 31 March 1992, as recorded in the register maintained by the company in accordance with the provisions of the Companies Act 1985, were as follows:

		<u>31 March</u> <u>1992</u>	<u>12 March</u> <u>1991</u>
R E Berry	Ordinary	250	2
	Redeemable Ordinary	38,750	-
J C Pearce	Ordinary	250	-
	Redeemable Ordinary	38,750	-
K L Jones	Ordinary	250	-
	Redeemable Ordinary	38,750	-
D E Rees	Ordinary	250	-
	Redeemable Ordinary	38,750	-

Mr Berry holds the shares of each of the other directors in trust. Details of share issues made during the period are given in note 10 to the financial statements.

No director had during, or at the end of the period, a material interest in any contract which was significant in relation to the company's business.

4. FIXED ASSETS

Movements in fixed assets are shown at note 5 to the financial statements.

STYLECOVER LIMITED T/A

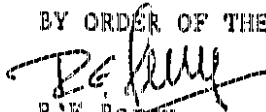
HOWELLS OF CARDIFF

REPORT OF THE DIRECTORS

5. AUDITORS

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

BY ORDER OF THE BOARD

  
R.E. Berry  
Director

22 January 1993

Chartered Accountants  
The UK Member Firm of  
Grant Thornton International

Cyfrifdyddion Siartredig  
Acted Gwmni yn  
y Deyrnas Unedig o  
Grant Thornton Ffynwddol

REPORT OF THE AUDITORS TO THE MEMBERS OF

STYLECOVER LIMITED T/A

HOWELLS OF CARDIFF

We have audited the financial statements on pages 4 to 12 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 31 March 1992 and of its loss and cash flows for the period then ended and have been properly prepared in accordance with the Companies Act 1985.



GRANT THORNTON  
REGISTERED AUDITOR

22 January 1993

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Chartered Accountants in England  
and Wales to carry on investment  
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Barton Square London EC7 2EP

STYLECOVER LIMITED T/A

HOWELLS OF CARDIFF

ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention in accordance with applicable accounting standards.

The principal accounting policies of the company are set out below.

a     **TURNOVER**

Turnover is the total amount receivable by the company for goods supplied and for services provided, excluding VAT and trade discounts.

b     **DEPRECIATION**

Depreciation is calculated to write down the cost of all tangible fixed assets by equal annual instalments over their expected useful lives.

The rates generally applicable are:

Plant and machinery	5 years
Motor vehicles	3 years

c     **STOCK**

Stock is stated at the lower of cost and net realisable value.

d     **CONTRIBUTION TO PENSION FUNDS**

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

e     **LEASED ASSETS**

Payments made under operating leases are charged to the profit and loss account on a straight-line basis over the lease term.

STYLECOVER LIMITED T/A  
HOWELLS OF CARDIFF  
PROFIT AND LOSS ACCOUNT  
FOR THE PERIOD FROM 12 MARCH 1991  
TO 31 MARCH 1992

	Note	1992 £
Turnover	1	7,497,575
Cost of sales		<u>(6,476,846)</u>
Gross profit		1,020,729
Administrative expenses		<u>(1,219,814)</u>
Operating loss		( 199,085)
Interest receivable and similar income		109,465
Interest payable and similar charges	2	<u>( 43,154)</u>
Loss on ordinary activities before taxation	1	( 132,774)
Tax on loss on ordinary activities	4	<u>          </u>
Retained loss for the period		<u>( 132,774)</u>

STYLECOVER LIMITED T/A  
HOWELLS OF CARDIFF  
BALANCE SHEET AT 31 MARCH 1992

	Note	£	1992 £
Fixed assets			
Tangible assets	5		81,662
Current assets			
Stocks	6	772,057	
Debtors	7	620,748	
Cash at bank and in hand		<u>276,788</u>	
		1,669,593	
Creditors: amounts falling due within one year	8	<u>(1,234,029)</u>	
Net current assets			<u>435,564</u>
Total assets less current liabilities			517,226
Creditors: amounts falling due after more than one year	9		<u>(300,000)</u>
			<u>£217,226</u>
Capital and reserves			
Called up share capital	10	350,000	
Profit and loss account		<u>(132,774)</u>	
			<u>£217,226</u>

The financial statements were approved by the Board of Directors on 22 January 1993.

R E Berry *R E Berry* )  
J C Pearce *J C Pearce* )

DIRECTORS

STYLECOVER LIMITED T/A

HOWELLS OF CARDIFF

CASH FLOW STATEMENT

FOR THE PERIOD FROM 12 MARCH 1991

TO 31 MARCH 1992

	Note	1992 £
NET CASH OUTFLOW FROM OPERATING ACTIVITIES	11	<u>(382,799)</u>
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		( 43,154)
Interest paid		
Interest receivable and similar income		<u>109,465</u>
NET CASH INFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		<u>66,311</u>
INVESTING ACTIVITIES		
Purchase of tangible fixed assets		<u>(107,020)</u>
NET CASH OUTFLOW FROM INVESTING ACTIVITIES		<u>(107,020)</u>
NET CASH OUTFLOW BEFORE FINANCING		<u>(423,508)</u>
FINANCING		
Issue of shares		350,000
Receipts from borrowing		390,556
Repayment of borrowing		<u>( 40,260)</u>
NET CASH INFLOW FROM FINANCING		<u>700,296</u>
Increase in cash at bank and in hand		<u>276,788</u>



STYLECOVER LIMITED T/A

HOWELLS OF CARDIFF

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD FROM 12 MARCH 1991

TO 31 MARCH 1992

1. TURNOVER AND LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION

The turnover and loss before taxation is attributable to one activity, namely that of vehicle retailing and associated services.

The loss on ordinary activities is stated after:

	1992 £
Auditors' remuneration	9,000
Depreciation	25,358
Operating lease rentals	123,370
Exceptional item:	
- Costs relating to the formation of the company and acquisition of the business	<u>75,000</u>

2. INTEREST PAYABLE AND SIMILAR CHARGES

	1992 £
On bank loans, overdrafts and other loans	
- repayable within 5 years otherwise than by instalments	32,419
Other interest payable and similar charges	<u>10,735</u>
	<u>£43,154</u>

3. DIRECTORS AND EMPLOYEES

Staff costs during the period were as follows:

	1992 £
Wages and salaries	637,562
Social security	60,671
Other pension costs	<u>7,470</u>
	<u>£705,703</u>

The average number of employees of the company during the period was 78.

STYLECOVER LIMITED T/A

HOWELLS OF CARDIFF

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD FROM 12 MARCH 1991

TO 31 MARCH 1992

3 DIRECTORS AND EMPLOYEES (CONTINUED)

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

1992

Management remuneration £125,806

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

The chairman £29,952

The highest paid director £32,639

Other directors Number

£30,001-£35,000 2

4. TAXATION

Unrelieved tax losses of £60,000 remain available to offset future taxable trading profits.

5. TANGIBLE FIXED ASSETS

	Total £	Plant and machinery £	Motor vehicles £
Cost			
Additions	<u>107,020</u>	<u>102,624</u>	<u>4,396</u>
At 31 March 1992	<u>107,020</u>	<u>102,624</u>	<u>4,396</u>
Depreciation			
Provided in the period	<u>25,358</u>	<u>20,962</u>	<u>4,396</u>
At 31 March 1992	<u>25,358</u>	<u>20,962</u>	<u>4,396</u>
Net book amount at 31 March 1992	<u>£ 81,662</u>	<u>£ 81,662</u>	<u>£ -</u>

STYLECOVER LIMITED T/A

HOWELLS OF CARDIFF

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD FROM 12 MARCH 1991

TO 31 MARCH 1992

6. STOCKS

	1992 £
Work in progress	2,007
Motor vehicles	566,787
Parts	194,971
Sundries	<u>8,292</u>
	<u>£772,057</u>

Motor vehicles of the value of £1,136,534 were held on consignment from Rover Group Limited. If this figure were incorporated into the financial statements it would have the effect of increasing stock and creditors by £1,136,534.

7. DEBTORS

	1992 £
Trade debtors	576,867
Other debtors	13,175
Prepayments and accrued income	<u>30,706</u>
	<u>£620,748</u>

8. CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR

	1992 £
Bank loan	50,296
Trade creditors	993,345
Social security and other taxes	143,533
Other creditors	7,520
Pension contributions	1,421
Accruals and deferred income	<u>37,914</u>
	<u>£1,234,029</u>

The bank loan of the company is secured by a fixed and floating charge over the assets of the company.

9. CREDITORS - AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	1992
Stocking loan	<u>£300,000</u>

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD FROM 12 MARCH 1991

TO 31 MARCH 1992

10. CALLED UP SHARE CAPITAL

	1992 £
Authorised, allotted, called up and fully paid	
1,000 ordinary shares of £1 each	1,000
149,000 redeemable ordinary shares of £1 each	149,000
200,000 preference shares of £1 each	<u>200,000</u>
	<u>£350,000</u>

On 12 March 1991, 2 ordinary shares of £1 each were issued for a consideration of £2. In order to provide funds for the business, the company then made an allotment of 998 ordinary shares of £1 each, 149,000 redeemable ordinary shares of £1 each and 200,000 preference shares of £1 each. The total consideration received was £349,998.

The redeemable ordinary shares entitle the holder to redeem such shares on attaining the age of 67 or; at any date after 1996, the age of 60. The company may redeem such shares by ordinary resolution at any time provided all preference shares have been redeemed or alternatively the holders of all the preference shares have consented in writing to the passing of such a resolution.

The preference shares are redeemable at par at the option of the holder or at the option of the company between 1996 and 1999.

There are arrears of fixed cumulative preferential dividends totalling £21,000 for the period from July 1991 to March 1992.

11. NET CASH OUTFLOW FROM OPERATING ACTIVITIES

	1992 £
Operating loss	( 199,085)
Depreciation	25,358
Increase in stock	( 772,057)
Increase in debtors	( 620,748)
Increase in creditors	<u>1,183,733</u>
Net cash outflow from operating activities	<u>£( 382,799)</u>

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD FROM 12 MARCH 1991

TO 31 MARCH 1992

12. CONTINGENT LIABILITIES

There were no contingent liabilities at 31 March 1992.

13. CAPITAL COMMITMENTS

The company had no capital commitments at 31 March 1992.

14. LEASING COMMITMENTS

Operating lease payments amounting to £140,000 relating to land and buildings are due within one year. The commitments to make the payments expire after 5 years.

15. DEFINED CONTRIBUTION SCHEME

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