

2652429

**PARRY PEOPLE MOVERS  
LIMITED**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED  
31st DECEMBER 1994**



Parry People Movers Limited  
Overend Road Cradley Heath  
West Midlands B64 7DD U.K.  
Tel 01384 569171  
Fax 01384 637753



PARRY PEOPLE MOVERS LTD

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FINANCIAL ACCOUNTS FOR THE  
YEAR ENDED 31 DECEMBER 1994

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PARRY PEOPLE MOVERS LTD

DIRECTORS: J P M Parry MBE  
A D Collier  
P A L Gordon  
C M Jefferson  
D R Oldfield  
J S Skinner

SECRETARY: A J Mynette

REGISTERED OFFICE: Overend Road, Cradley Heath,  
West Midlands B64 7DD.

REGISTERED NUMBER: 2652429

BANKERS: Midland Bank plc  
1 Great Cornbow, Halesowen,  
West Midlands B63 3AD

SOLICITORS: Malcolm Lynch  
Vassalli House, 20 Central Road,  
Leeds LS1 6DE.

AUDITORS: Gallagher & Company  
Chartered Accountants  
Glover Hill, Uckingham,  
Tewkesbury,  
Glos. GL20 6EP

**PARRY PEOPLE MOVERS LTD**  
**FINANCIAL ACCOUNTS**  
**FOR THE YEAR ENDED 31 DECEMBER 1994**

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**The following page does not form part of the Statutory Accounts**

**Appendix 1. Trading and Profit and Loss Account**

**PARRY PEOPLE MOVERS LTD**  
**REPORT OF THE DIRECTORS**

**FOR THE YEAR ENDED 31 DECEMBER 1994**

The directors present their annual report with the accounts of the company for the year ended 31 December 1994.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was the development and marketing of flywheel powered trams and promotion of ultra-light rail systems.

**DIRECTORS**

The directors in office in the year and their beneficial interests in the company's issued ordinary share capital were as follows:

	<b>Ordinary Shares of £1 each</b>	
	<b>1994</b>	<b>1993</b>
J P M Parry MBE	6,693	6,693
A D Collier	-	-
P A L Gordon	3,387	3,387
C M Jefferson	-	-
D R Oldfield	5,000	5,000
J S Skinner	14,651	14,651
D J Yates (resigned 2.9.1994)	-	5,000

C M Jefferson and J S Skinner retire by rotation and, being eligible, offer themselves for re-election.

**POLITICAL AND CHARITABLE DONATIONS**

There were no political or charitable donations in the year.

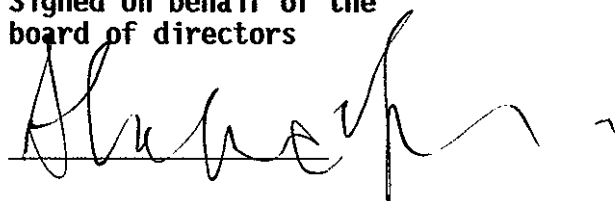
**AUDITORS**

The auditors, Gallagher & Company, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

**SMALL COMPANY EXEMPTIONS**

Advantage has been taken in the preparation of this report of special exemptions applicable to small companies.

Signed on behalf of the  
board of directors



**A J Mynette**  
Secretary

12 July 1995

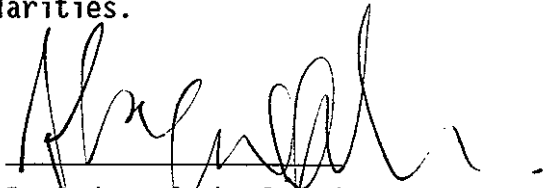
PARRY PEOPLE MOVERS LTDSTATEMENT OF DIRECTORS' RESPONSIBILITIES

We are required under company law to prepare financial accounts for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial accounts we are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- prepare the financial accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial accounts comply with Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

12 July 1995

  
By Order of the Board

A J Mynette  
Secretary

AUDITORS' REPORT TO THE SHAREHOLDERS OF  
PARRY PEOPLE MOVERS LTD

We have audited the financial accounts on pages 4 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

As described on page 2 the company's directors are responsible for the preparation of financial accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

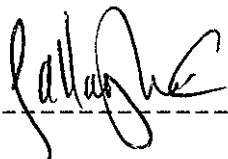
**BASIS OF OPINION**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial accounts. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial accounts, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial accounts.

**OPINION**

In our opinion the financial accounts give a true and fair view of the state of the company's affairs as at 31 December 1994 and of its loss for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



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GALLAGHER AND CO  
Registered Auditors  
Chartered Accountants  
Glover Hill  
Uckinghall  
Tewkesbury  
Glos GL20 6EP

12 July 1995

**PARRY PEOPLE MOVERS LTD****PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 DECEMBER 1994**

	<u>Notes</u>	<u>1994</u>	<u>1993</u>
		£	£
<b>TURNOVER</b>	2	-	7,775
Cost of Sales		-	5,770
<b>GROSS PROFIT</b>		-	2,005
<b>Net Operating Expenses</b>			
Administrative Expenses	81,414		63,459
Other Operating Income	-		(25,000)
		81,414	38,459
<b>OPERATING LOSS</b>	3	(81,414)	(36,454)
Income from Investments		744	13,625
<b>LOSS ON ORDINARY ACTIVITIES BEFORE INTEREST</b>		(80,670)	(22,829)
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		(80,670)	(22,829)
Tax on Ordinary Activities	4	-	-
<b>LOSS ON ORDINARY ACTIVITIES AFTER TAXATION</b>		£ (80,670)	£ (22,829)
<b>STATEMENT OF RETAINED EARNINGS</b>			
Loss Brought Forward		(61,096)	(38,267)
Loss for the Year		(80,670)	(22,829)
<b>RETAINED LOSS CARRIED FORWARD</b>		£ (141,766)	£ (61,096)

None of the company's activities were acquired or discontinued during the above two financial years.

There were no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 6 to 9 form part of these accounts.



**PARRY PEOPLE MOVERS LTD****BALANCE SHEET**  
**AS AT 31 DECEMBER 1994**

	<u>Notes</u>	<u>1994</u>	<u>1993</u>
		£	£
<b>FIXED ASSETS</b>			
Intangible Assets	5	182,307	171,114
Tangible Assets	6	63,265	53,561
		<u>245,572</u>	<u>224,675</u>
<b>CURRENT ASSETS</b>			
Debtors	7	8,772	11,568
Cash at Bank and in Hand		40,351	79,556
		<u>49,123</u>	<u>91,124</u>
<b>CREDITORS : Amounts Falling</b>			
<b>Due within One Year</b>	8	(7,116)	(12,200)
		<u>42,007</u>	<u>78,924</u>
<b>NET CURRENT ASSETS</b>		<u>42,007</u>	<u>78,924</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>£ 287,579</u>	<u>£ 303,599</u>
<b>CAPITAL AND RESERVES</b>			
Share Capital	9	276,775	254,000
Share Premium Account	10	152,570	110,695
Profit and Loss Account	10	(141,766)	(61,096)
<b>TOTAL SHAREHOLDERS' FUNDS</b>	11	<u>£ 287,579</u>	<u>£ 303,599</u>

In the preparation of the accounts advantage has been taken of special exemptions applicable to small companies under Part I of Schedule 8 to the Companies Act 1985 on the grounds that, in the directors' opinion, the company qualifies as a small company and is entitled to make use of the special exemptions.

Signed on behalf of the  
board of directors



J P M Parry MBE  
Director

Approved by the board:

12 July 1995

The notes on pages 6 to 9 form part of these accounts.

**PARRY PEOPLE MOVERS LTD****NOTES TO ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 1994****1. ACCOUNTING POLICIES****Basis of Accounting**

The accounts have been prepared under the historical cost convention.

**Tangible Fixed Assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Demo plant and machinery	25% on cost
Other plant and machinery	15% on cost
Office equipment	10% on cost

**Intangible Fixed Assets**

Costs have been capitalised and are amortised over the estimated life of the asset as follows:

Deferred development costs - not less than 33% pa., contemporaneously with product income.

Company formation/share issue expenses - written off to Share Premium Account.

**Government Grants**

Grants on capital expenditure are treated as a deferred credit and are released to the profit and loss account in equal instalments over the estimated useful life of the related assets. Grants of a revenue nature are credited to income in the period to which they relate.

Grants on capital expenditure are deducted from the cost of related assets effectively understating tangible fixed assets and creditors due after one year, (or creditors due within one year).

**Research and Development**

Expenditure on research and development is routinely written off in the year in which incurred. Exceptionally and where significant, certain identifiable expenditure on specific product development programmes is deferred to later periods.

**Foreign Currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating loss.

**Cash Flow Statement**

The company has taken advantage of the exemption provided by Financial Reporting Standard 1 and has not prepared a Cash Flow Statement for the year.

**2. TURNOVER**

The turnover and loss (1993 - loss) before taxation for the year is attributable to the principal activity of the Company, namely; the development and marketing of flywheel-powered trams and promotion of ultra-light rail systems.

**PARRY PEOPLE MOVERS LTD****NOTES TO ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 1994****3. OPERATING LOSS**

The Operating Loss (1993 - Loss) is stated after charging:

	<u>1994</u> £	<u>1993</u> £
Depreciation of Tangible Fixed Assets	<u>22,636</u>	<u>14,269</u>

**4. TAXATION**

The company has no liability to Corporation Tax for the year ended 31 December 1994.

**5. INTANGIBLE FIXED ASSETS**

	Share Issue Expenses £	Deferred Development Costs £	<u>TOTAL</u> £
At 31 December 1993	-	171,114	171,114
Additions in year	3,675	11,193	14,868
Written off in year (Share Premium A/C)	(3,675)	-	(3,675)
At 31 December 1994	<u>-</u>	<u>182,307</u>	<u>182,307</u>

**6. TANGIBLE FIXED ASSETS**

	Demo. Plant & Equipment £	Other Plant & Equipment £	Office Equipment £	<u>TOTAL</u> £
<b>COST OR VALUATION</b>				
At 1 January 1994	75,170	684	270	76,124
Additions in year	30,002	2,339	(1)	32,340
Disposals in year	-	-	-	-
At 31 December 1994	<u>105,172</u>	<u>3,023</u>	<u>269</u>	<u>108,464</u>
<b>DEPRECIATION</b>				
At 1 January 1994	22,188	198	177	22,563
Write Off On Disposal	-	-	-	-
Charge for year	21,943	604	89	22,636
At 31 December 1994	<u>44,131</u>	<u>802</u>	<u>266</u>	<u>45,199</u>
<b>NET BOOK VALUE</b>				
At 31 December 1994	<u>61,041</u>	<u>2,221</u>	<u>3</u>	<u>63,265</u>
At 31 December 1993	<u>52,982</u>	<u>486</u>	<u>93</u>	<u>53,561</u>

PARRY PEOPLE MOVERS LTDNOTES TO ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 1994**7. DEBTORS**

	<u>1994</u> £	<u>1993</u> £
Amounts due within one year:		
Trade Debtors	57	382
Other debtors and prepayments	8,715	11,186
	<u>8,772</u>	<u>11,568</u>

**8. CREDITORS**

	<u>1994</u> £	<u>1993</u> £
Amounts falling due within one year:		
Trade Creditors	488	406
Other Creditors and accruals	6,628	11,794
	<u>7,116</u>	<u>12,200</u>

**9. SHARE CAPITAL**

	<u>1994</u> £	<u>1993</u> £
Authorised	1,000,000	1,000,000
Allotted, Issued and Fully Paid	<u>276,775</u>	<u>254,000</u>

During the year 22,775 shares of £1 each were allotted and fully paid for cash at £3 per share under the terms of a 1 for 10 Rights Issue to increase the capital base of the Company. Rights to the remaining 2,625 shares were fully taken up in January 1995.

**10. RESERVES**

	<u>Share Premium Account</u> £	<u>Profit &amp; Loss A/c</u> £
At 1 January 1994	110,695	(61,096)
Premium on Allotments in the year	45,550	
Share issue costs written off	(3,675)	
Retained loss for the year		<u>(80,670)</u>
At 31 December 1994	<u>152,570</u>	<u>(141,766)</u>

PARRY PEOPLE MOVERS LTDNOTES TO ACCOUNTS  
FOR THE YEAR ENDED 31 DECEMBER 1994**11. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	<u>1994</u>	<u>1993</u>
	£	£
LOSS FOR THE FINANCIAL YEAR	(80,670)	(22,829)
New share capital subscribed	68,325	171,111
Formation/share issue costs written-off	(3,675)	(22,305)
Net addition to shareholders' funds	(16,020)	125,977
Opening Shareholders' Funds	303,599	177,622
Closing Shareholders' Funds	<u>287,579</u>	<u>303,599</u>

**12. TRANSACTIONS WITH DIRECTORS****Material Interests of Directors**

Contracts subsisted during the year between the Company and the undermentioned directors, or companies with which those directors are connected, under which goods or services were provided to the Company to the following value:

	£
D R Oldfield	6,432