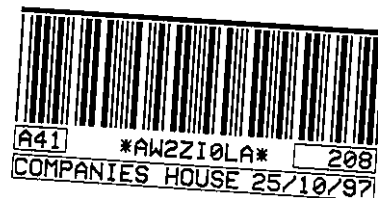


ABBREVIATED ACCOUNTS

## **Sheba Cars Limited**

30 JUNE 1997



**Registered in England : Number 2765351**

# Hurst Morrison Thomson

Chartered Accountants

2 The Switchback  
Gardner Road  
Maidenhead  
Berkshire  
SL6 7RJ

## REPORT OF THE AUDITORS

to the Directors of Sheba Cars Limited  
pursuant to Paragraph 24 of Schedule 8 of the Companies Act 1985

Tel: 01628 789753

Fax: 01628 789752

We have examined the abbreviated accounts on pages 2 to 4 together with the full financial statements of the company. The scope of our work for the purpose of this report was limited to confirming that the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Schedule 8 of that Act, and that the abbreviated accounts have been properly prepared from the full financial statements.

In our opinion the company is entitled to the exemption as set out in the directors' statement on page 2 and the abbreviated accounts have been properly prepared in accordance with Schedule 8 Part III of the Companies Act 1985.

On 12 October 1997 we reported to the members on the full statutory accounts of the company prepared under Section 226 of the Companies Act 1985 for the period ended 30 June 1997. Our report under Section 235 of the Companies Act 1985 was as follows:

## REPORT OF THE AUDITORS

to the members of Sheba Cars Limited

We have audited the accounts on pages 5 to 13 which have been prepared under the historical cost convention and on the basis of the accounting policies set out on page 7.

### Respective responsibilities of directors and auditors

As described on page 2, the company's directors are responsible for the preparation of the 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 accounts. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the 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 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 accounts.

### Opinion

In our opinion the accounts give a true and fair view of state of the company's affairs as at 30 June 1997 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Chartered Accountants  
Registered Auditor  
Maidenhead

12<sup>th</sup> October, 1997

# Sheba Cars Limited

## ABBREVIATED BALANCE SHEET at 30 June 1997


	Notes	1997 £	1996 £
<b>FIXED ASSETS</b>			
Tangible assets	2	33,936	31,663
<b>CURRENT ASSETS</b>			
Debtors		47,977	81,356
Cash at bank and in hand		15,532	-
		63,509	81,356
<b>CREDITORS: amounts falling due within one year</b>		(69,503)	(99,869)
<b>NET CURRENT LIABILITIES</b>		(5,994)	(18,513)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		27,942	13,150
<b>CREDITORS: amounts falling due after more than one year</b>		(8,125)	-
<b>PROVISION FOR LIABILITIES AND CHARGES</b>		(925)	(1,417)
		£18,892	£11,733
<b>CAPITAL AND RESERVES</b>			
Called up share capital	3	2	2
Profit and loss account		18,890	11,731
		£18,892	£11,733

The directors have taken advantage of the exemptions conferred on small companies by the Companies Act 1995, Schedule 8, Part III. In the opinion of the directors, the company qualifies as a small company and is entitled to make use of the exemptions.

The directors have taken advantage, in the preparation of the accounts, of the special exemptions applicable to small companies under Schedule 8, Part I of the Companies Act 1985. In the opinion of the directors, the company qualified as a small company and is entitled to make use of the special exemptions.

The financial statements were approved by the board on 12<sup>th</sup> October '97

Director



NOTES TO THE ACCOUNTS  
at 30 June 1997

**1 ACCOUNTING POLICIES**

*Accounting convention*

The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards.

*Depreciation*

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost less estimated residual value, of each asset evenly over its expected useful life, as follows:

Motor vehicles	over 4 years
Office equipment	over 5 years

*Deferred taxation*

Deferred taxation is provided using the liability method on all timing differences which are expected to reverse in the future without being replaced, calculated at the rate at which it is anticipated the timing differences will reverse.

*Pensions*

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

*Leasing and hire purchase commitments*

Assets obtained under finance leases or hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives.

The interest element of the rental obligation is charged to the profit and loss account over the period of the agreement and represents a constant proportion of the balance of capital repayments outstanding. Rental paid under operating leases are charged to income as incurred.

# Sheba Cars Limited

## NOTES TO THE ACCOUNTS at 30 June 1997

### 2 TANGIBLE FIXED ASSETS

	<i>Total £</i>
Cost	
At 1 July 1996	34,016
Additions	16,228
Disposals	(8,500)
At 30 June 1997	<u>41,744</u>
Depreciation:	
At 1 July 1996	2,353
Provided during the period	7,813
Disposals	(2,358)
At 30 June 1997	<u>7,808</u>
Net book value:	
At 1 June 1997	£33,936
At 30 June 1996	<u>£31,663</u>

### 3 SHARE CAPITAL

	<i>1997 No.</i>	<i>Authorised 30 June 1996 No.</i>	<i>1997</i>	<i>Allotted, called up and fully paid 30 June 1996</i>
Ordinary shares of £1 each	1,000	1,000	£2	£2