

1491213.
37

G. ERIC HUNT (LEEDS) LIMITED
DIRECTORS REPORT YEAR ENDED 30th SEPTEMBER, 1985

Accounts

Profit for the year after all charges amounts to	61,769
Retained profits brought forward from previous year	135,641
	<hr/>
Leaving retained profits to carry forward to next year of	£197,410
	<hr/>

Activities

The company's business is that of garage proprietors and principally involves BMW sales and service.

It is anticipated that the turnover will be maintained during the current year but profit margins will still be under some pressure.

Directors and their interests

Shareholdings

	<u>30.9.85</u>	<u>30.9.84</u>
J.M. Hunt - Chairman	26,666	26,666
P.L. Creswick	26,666	26,666
G.H.R. Clark	26,666	26,666
G. Clarkson	26,666	26,666
Mrs. E. Hunt	-	-
Mrs. S.A. Dobson	-	-

Dividend

No dividend is recommended.

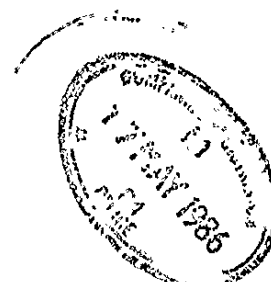
The auditors Messrs. Alexander, Sagar & Co., have agreed to continue in office.

By order of the Board

P.L. Creswick
Secretary

The Cross Garage,
Bramhope,
Leeds.16

27th March, 1986



G. ERIC HUNT (LEEDS) LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30th SEPTEMBER, 1985

<u>Notes</u>		<u>1985</u>	<u>1984</u>
	Turnover	5,632,641	4,810,683
	Cost of sales	4,609,146	3,887,384
	Gross profit	1,023,495	923,299
	<u>Less</u>		
4	Depreciation	18,790	14,721
	Other operating charges	230,649	222,752
14	Staff costs	526,485	489,722
	Audit	3,500	3,041
	Goodwill written off	30,000	30,000
	Operating profit	214,071	163,063
2	Interest payable and similar charges	74,302	69,616
	Profit on ordinary activities before taxation	139,769	93,447
3	Tax on profit on ordinary activities	78,000	3,000
	Profit on ordinary activities after taxation	61,769	90,447
	Retained profit brought forward	135,641	45,194
9	Retained profit	£197,410	£135,641

G. ERIC HUNT (LEEDS) LIMITED
BALANCE SHEET AT 30th SEPTEMBER, 1985

<u>Notes</u>		<u>1985</u>	<u>1984</u>
4	<u>Fixed assets</u>		
	<u>Tangible</u>	566,512	549,060
	<u>Intangible</u>	-	30,000
		<u>566,512</u>	<u>579,060</u>
	<u>Current assets</u>		
5	Stocks	388,638	599,183
	Consignment stock	10,248	22,626
6	Debtors	184,266	180,266
	Bank and cash	193,435	300
	Amount due from associated company	13,778	1,078
		<u>£790,365</u>	<u>£803,453</u>
	<u>Creditors due within one year</u>		
13	Bank overdraft	-	144,763
7	Creditors	264,994	187,339
	Hire purchase creditors	19,034	37,741
11	Loan	32,843	36,840
	Taxation	72,441	13,000
	Directors loan accounts	21,899	31,743
	Amount due to associated companies	160,692	189,280
		<u>£571,903</u>	<u>£640,706</u>
	<u>Net current assets</u>	<u>218,462</u>	<u>162,747</u>
	<u>Total assets less current liabilities</u>	<u>784,974</u>	<u>741,807</u>
	Creditors: Amounts falling due after more than one year		
11	Long term loan	332,564	356,166
10	Provision for liabilities and charges	55,000	50,000
		<u>387,564</u>	<u>406,166</u>
		<u>£397,410</u>	<u>£335,641</u>
	<u>Capital and reserves</u>		
8	Called up share capital	200,000	200,000
9	Profit and loss account	197,410	135,641
		<u>£397,410</u>	<u>£335,641</u>

J.M. Hunt)
P.L. Creswick) Directors

The notes on pages to form part of these accounts.

These accounts were approved by the Board on 27th March, 1986.

G. ERIC HUNT (LEEDS) LIMITED

STATEMENT OF SOURCE AND APPLICATION OF FUNDS

FOR THE YEAR ENDED 30th SEPTEMBER, 1985

	<u>1985</u>	<u>1984</u>
<u>Source of funds</u>		
Profit before taxation	139,769	93,447
Adjustment for items not involved in the movement of funds:		
Depreciation	18,790	14,721
Goodwill written off	30,000	30,000
	<hr/>	<hr/>
Total generated from operations	188,559	138,168
<u>Application of funds</u>		
Tax paid	13,559	
Bank loan repaid	27,599	77,658
Purchase of fixed assets	36,242	1,935
	<hr/>	<hr/>
	77,400	79,593
	<hr/>	<hr/>
	111,159	58,575
<u>Increase/(decrease) in working capital</u>		
Stocks	(210,545)	231,276
Consignment stock	(12,378)	(27,754)
Debtors and prepayments	4,000	80,079
Creditors	(58,948)	(5,649)
Amount due from(to) associated companies	41,288	(65,892)
Directors current accounts	9,844	(14,050)
	<hr/>	<hr/>
	(226,739)	198,010
	<hr/>	<hr/>
<u>Net cash inflow (outflow)</u>	<u>£337,898</u>	<u>£(139,435)</u>

G. ERIC HUNT (LEEDS) LIMITED

NOTES ON THE ACCOUNTS YEAR ENDED 30th SEPTEMBER, 1985

1. ACCOUNTING POLICIES

(a) Turnover

Comprises sales and work done excluding V.A.T.

(b) Depreciation

Provision is made as follows:-

Leasehold	- 2 %	on reducing balance basis
Computers	- 33 1/3 %	on straight line basis
Other fixed assets (except computer)	- 10 %	on reducing balance basis

(c) Stock

Valued at the lower of cost or net realisable value.

2. INTEREST PAYABLE

	<u>1985</u>	<u>1984</u>
On overdraft loan and hire purchase repayable within five years	51,410	46,613
On loans not repayable within five years	22,892	23,003
	<u>£74,302</u>	<u>£69,616</u>

3. TAXATION

	<u>1985</u>	<u>1984</u>
Corporation tax on current profits	73,000	12,000
Transfer to (from) deferred taxation (note 10)	5,000	(9,000)
	<u>£78,000</u>	<u>£3,000</u>

4. TANGIBLE FIXED ASSETS
(a)

	<u>Leasehold land and buildings</u>	<u>Plant and machinery</u>	<u>Office equipment</u>	<u>Computer</u>	<u>Total</u>
<u>Cost</u>					
At 30.9.84	531,341	37,032	15,445	-	583,818
Additions	1,000	29,647	605	4,990	36,242
At 30.9.85	<u>£532,341</u>	<u>£66,679</u>	<u>£16,050</u>	<u>£4,990</u>	<u>£620,060</u>
<u>Depreciation</u>					
At 30.9.84	21,040	10,195	3,523	-	34,758
Depreciation provided in year	10,226	5,648	1,253	1,663	18,790
At 30.9.85	<u>£31,266</u>	<u>£15,843</u>	<u>£4,776</u>	<u>£1,663</u>	<u>£53,548</u>
Net book value 30.9.85	<u>£501,075</u>	<u>£50,836</u>	<u>£11,274</u>	<u>£3,327</u>	<u>£566,512</u>
Net book value 30.9.84	<u>£510,301</u>	<u>£26,837</u>	<u>£11,922</u>	<u>£ -</u>	<u>£549,060</u>

G. ERIC HUNT (LEEDS) LIMITED

NOTES ON THE ACCOUNTS YEAR ENDED 30th SEPTEMBER, 1985

CONTINUED

4. (b) INTANGIBLE FIXED ASSETS

	<u>Goodwill</u>
<u>Cost</u>	£100,000
At 30.9.84 and 30.9.85	<u> </u>
 <u>Depreciation</u>	
At 30.9.84	70,000
Depreciation provided in year	<u>30,000</u>
At 30.9.85	<u>£100,000</u>
 Net book value 30.9.85	<u>£ -</u>
Net book value 30.9.84	<u>£30,000</u>

5. STOCKS

	<u>1985</u>	<u>1984</u>
Cars	262,613	477,002
Oil, parts and accessories	126,025	122,181
	<u>£388,638</u>	<u>£599,183</u>

6. DEBTORS

	<u>1985</u>	<u>1984</u>
Trade debtors	181,675	179,224
Prepayments	2,591	1,042
	<u>£184,266</u>	<u>£180,266</u>

7. CREDITORS DUE WITHIN ONE YEAR

	<u>1985</u>	<u>1984</u>
Trade creditors	74,958	102,351
Accruals	109,564	26,877
Other creditors including social security P.A.Y.E. and V.A.T.	80,472	58,111
	<u>£264,994</u>	<u>£187,339</u>

8. CALLED UP SHARE CAPITAL

	<u>1985</u>	<u>1984</u>
<u>Authorised, issued and fully paid</u>		
Ordinary shares of £1 each	<u>£200,000</u>	<u>£200,000</u>

9. RESERVES

	<u>1985</u>	<u>1984</u>
Profit and loss account	<u>£197,410</u>	<u>£135,641</u>

G. ERIC HUNT (LEEDS) LIMITED

NOTES ON THE ACCOUNTS YEAR ENDED 30th SEPTEMBER 1985

CONTINUED

10. DEFERRED TAXATION

Provision is made on the current liability basis as follows:-

	<u>1985</u>	<u>1984</u>
Balance 30.9.84	50,000	59,000
Transfer from revenue reserves current year (note 3)	5,000	28,000
Transfer to revenue reserves prior year	-	(37,000)

<u>Balance 30.9.85</u>	<u>£55,000</u>	<u>£50,000</u>
------------------------	----------------	----------------

11. LONG TERM LOANS

	<u>1985</u>	<u>1984</u>
Bank loan	365,407	393,006
<u>Less</u> Repayable within one year	32,843	36,840
	<u>£332,564</u>	<u>£356,166</u>

This Yorkshire Bank loan is being repaid @ £7,000 a month and the £7,000 covers both capital and interest and the amount repayable within one year has been estimated. The loan is repayable over approximately 12 years and interest is at the rate of 3% above bank base rate.

12. CAPITAL COMMITMENTS

Capital commitments authorised amounted to £150,000 (1984 £NIL).

13. BANK OVERDRAFT

Yorkshire Bank PLC hold a floating charge on the company's assets in respect of overdraft facilities.

14. STAFF COSTS

	<u>1985</u>	<u>1984</u>
Wages and salaries	472,980	444,321
Social Security costs	33,360	23,359
Other pension costs	20,145	22,042
	<u>£526,485</u>	<u>£489,722</u>

The average weekly number of persons employed by the company during the year was:-

Sales and servicing	33	32
Administration	11	11
	<u>44</u>	<u>43</u>

G. ERIC HUNT (LEEDS) LIMITED

NOTES ON THE ACCOUNTS YEAR ENDED 30th SEPTEMBER, 1985

CONTINUED

14. <u>STAFF COSTS</u> Cont'd	<u>1985</u>	<u>1984</u>
Employees costs shown above include the following directors' remuneration:-		
Management remuneration	140,090	147,787
Pension contributions	5,720	5,720
Compensation for loss of office	-	8,333
	<u>£145,810</u>	<u>£161,840</u>
Directors' remuneration (excluding pension contributions) includes:-	<u>1985</u>	<u>1984</u>
Chairman	<u>£35,875</u>	<u>£33,580</u>
Highest paid	<u>£35,875</u>	<u>£33,580</u>
Number of other directors receiving emoluments between:-		
£NIL - £5,000	2	2
£15,001 - £20,000	-	1
£30,001 - £35,000	2	2

REPORT OF THE AUDITORS TO THE MEMBERS OF

G. ERIC HUNT (LEEDS) LIMITED

We have audited the accounts on pages 2 to 8 in accordance with approved Auditing Standards.

In our opinion the accounts which have been prepared under the historical cost convention give a true and fair view of the state of the company's affairs at 30th September, 1985 and of its profit and source and application of funds for the year ended on that date and comply with the Companies Act 1985.

Alexander, Sagar.

ALEXANDER, SAGAR & CO.,
Chartered Accountants,
31 CLARENDON ROAD,
LEEDS LS2 9PE

27th March, 1986