

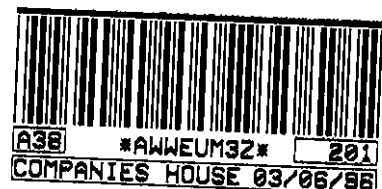
COMPANY NUMBER: 2251848

CARCARE (VEHICLE ACCIDENT REPAIRERS) LIMITED

(formerly CARCARE (FOLKESTONE) LIMITED

ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 1995



CARCARE (VEHICLE ACCIDENT REPAIRERS) LIMITED

(formerly CARCARE (FOLKESTONE) LIMITED)

REPORT OF THE AUDITORS

to the directors of Carcare (Vehicle Accident Repairers) Limited

We have examined the abbreviated accounts on pages 3 to 6 together with the annual accounts of Carcare (Vehicle Accident Repairers) Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 August 1995.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to prepare abbreviated accounts and whether they have been properly prepared in accordance with that schedule.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited accounts, that the company is entitled to the exemptions claimed in the directors' statement on page 3 and that the abbreviated accounts have been properly prepared from those annual accounts. The scope of our work does not include examining or dealing with events after the date of our report on the full accounts.

Opinion

In our opinion the directors are entitled under section 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act in respect of the year ended 31 August 1995 and the abbreviated accounts on pages 3 to 6 have been properly prepared in accordance with Schedule 8 to that Act.

Other information

On 31 May 1996 we reported, as auditors of the company, to the members on the annual accounts prepared under section 226 of the Companies Act 1985 for the year ended 31 August 1995, and our audit report was as follows:

"We have audited the financial statements on pages 4 to 11 which have been prepared under the historical cost convention and on the basis of the accounting policies set out in note 1 on page 6 and 7.

Respective responsibilities of directors and auditors

As described on page 3 the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

CARCARE (VEHICLE ACCIDENT REPAIRERS) LIMITED

(formerly CARCARE (FOLKESTONE) LIMITED)

REPORT OF THE AUDITORS

continued.....

to the directors of Carcare (Vehicle Accident Repairers) Limited

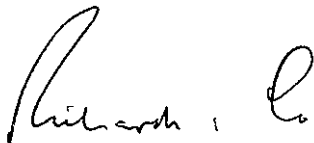
Basis of opinion

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 statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, 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 statements 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 statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 August 1995 and of its loss for the year then ended and have been properly prepared in accordance with the requirements of the Companies Act 1985 applicable to small companies".



Richards & Co.

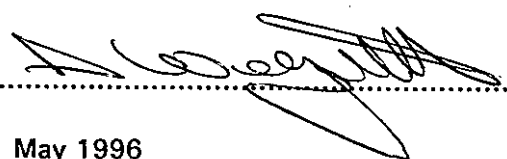
Chartered Accountants & Registered Auditor
Lyminge

31 May 1996

CARCARE (VEHICLE ACCIDENT REPAIRERS) LIMITED
(formerly CARCARE (FOLKESTONE) LIMITED)
Abbreviated Balance Sheet as at 31 August 1995

		1995		1994	
	note	£	£	£	£
FIXED ASSETS					
Tangible Assets	2		230,576		203,771
Intangible Assets	3		15,000		15,000
			<u>245,576</u>		<u>218,771</u>
CURRENT ASSETS					
Stocks		29,941		40,512	
Debtors		174,892		187,467	
Cash at Bank and in Hand		28		460	
		<u>204,861</u>		<u>228,439</u>	
CURRENT LIABILITIES					
Creditors - Amounts falling due within one year	4(a)	<u>(368,720)</u>		<u>(372,253)</u>	
NET CURRENT LIABILITIES					
			<u>(163,859)</u>		<u>(143,814)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
			81,717		74,957
CREDITORS:					
Amounts falling due after more than one year	4(b)	40,510		23,168	
Provision for liabilities and charges		2,000	(42,510)	2,000	(25,168)
			<u>£39,207</u>		<u>£49,789</u>
NET ASSETS					
CAPITAL AND RESERVES					
CALLED UP SHARE CAPITAL	5		14,545		14,545
PROFIT AND LOSS ACCOUNT			24,662		35,244
			<u>£39,207</u>		<u>£49,789</u>

In preparing these abbreviated financial statements, we have relied upon the exemptions conferred by Section A of Part III of Schedule 8 of the Companies Act 1985 on the grounds that it is a small company.

.....  D T Westgarth
31 May 1996 Director

CARCARE (VEHICLE ACCIDENT REPAIRERS) LIMITED
(formerly CARCARE (FOLKESTONE) LIMITED)
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
AT 31 AUGUST 1995

1. ACCOUNTING POLICIES

The principle accounting policies adopted in the preparation of the Company's financial statements are as follows:

Basis of Accounting

The financial statements are prepared under the historical cost convention.

Investment Property

The Directors have not provided depreciation in order that the accounts give a true and fair view.

Depreciation

Depreciation is provided on all tangible fixed assets other than Capital Work in Progress (see below) and Freehold Property held as Investment Property at annual rates calculated to write off the cost of each asset over its expected life as follows:

Equipment, Furniture and Fittings	15% on net book value
Motor Vehicles	25% on net book value

No depreciation has been provided on Capital Work in Progress being expenditure on work being carried out on Leasehold Buildings and Plant as they have not yet been brought into use.

Goodwill

No amounts have been written off Goodwill because the directors consider this to be at least the value shown in the Balance Sheet.

Stock and Work in Progress

Stock and Work in Progress have been valued at the lower of cost, including appropriate labour charges, and net realisable value.

Bank

The Company's bankers are continuing to provide support through the facilities provided to the Company and in view of this, the financial statements have been prepared on a going concern basis.

Deferred Taxation

Provision for deferred taxation is made under the liability method only to the extent that it is probable that a liability will become payable in the foreseeable future.

Leasing and hire purchase commitments

Assets held under finance leases, which are leases where substantially all the risks and reward of ownership of the asset have passed to the group, and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives. The capital element of future obligations under leases and hire purchase contracts are included as liabilities in the balance sheet. The interest elements of the rental obligations are charged in the profit and loss account over the periods of the leases and hire purchase contracts and represent a constant proportion of the balance of capital repayments outstanding.

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

2. TANGIBLE FIXED ASSETS

	Total £
Cost or Valuation	
At 1 Sept 1994	273,460
Reclassification	72,293
Additions	62,253
Disposals	(15,971)
At 31 August 1995	<u>392,035</u>
Depreciation	
At 1 Sept 1994	107,129
Reclassification	34,853
Provided for the year	25,252
Disposals	(5,775)
At 31 August 1995	<u>161,459</u>
Net Book Value	
At 31 August 1995	<u>230,576</u>
At 31 August 1994	<u>203,771</u>

3. INTANGIBLE FIXED ASSETS

GOODWILL

Cost

At 1 September 1994 and 31 August 1995	<u>£15,000</u>
--	----------------

4(a) CREDITORS : Amounts falling due within one year includes

	1995	1994
Bank Loans and Overdrafts	172,407	158,595
Obligations under Hire Purchase and Finance Leases	12,423	4,567
	<u>184,830</u>	<u>163,162</u>

	<u>1995</u>	<u>1994</u>
4(b) CREDITORS: Amounts falling due outside one year includes		
Wholly repayable within five years		
Obligations under Hire Purchase & Finance Leases	19,188	4,381
Bank Loan - due within 2-5 years	8,178	18,787
	<u>27,366</u>	<u>23,168</u>
 Total Borrowings	 <u>£212,196</u>	 <u>£186,330</u>

(a) Obligations under Hire Purchase and finance lease contracts are secured on the assets concerned

(b) Bank Loans and Overdraft are secured

5. SHARE CAPITAL

	<u>1995</u>	<u>1994</u>
Authorised		
50,000 Ordinary Shares of £1 each	<u>50,000</u>	<u>50,000</u>
 Issued and Fully Paid		
14,545 Ordinary Shares of £1 each	<u>14,545</u>	<u>14,545</u>

6. ULTIMATE HOLDING COMPANY

The Parent and Ultimate Holding Company is CARCARE (HOLDINGS) LIMITED, incorporated in England.