

Company No 3119760

ADVANTAGE RENTALS & REPAIRS LIMITED

The Cherry Tree
231 Percy Road
Whitton
Twickenham
Middlesex TW2 6JL

Accounts for the year ended
31st March 1998



Prepared by:

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ADVANTAGE RENTALS & REPAIRS LIMITED

FOR THE YEAR ENDED 31ST MARCH 1998

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ADVANTAGE RENTALS & REPAIRS LIMITED
AS AT 31ST MARCH 1998

DIRECTORS REPORT

The Director presents his report and financial statements for the year ended 31st March 1998.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial period 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 statements the directors are required to:

- * select suitable accounting policies and then apply them consistently;
- * make judgements and estimates that are reasonable and prudent;
- * state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- * prepare the financial statements 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, enable them to ensure that the financial statements comply with the 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.

ANNUAL AUDIT

The company is eligible to take advantage of the audit exemption.

REVIEW OF THE BUSINESS

The company was incorporated on 30th October 1995 and the principal activity of the company is operating as motor repairers. Turnover was below expectations. This level of business is expected to be further reduced in the current year.

RESULTS AND DIVIDENDS

The profit for the year after taxation was £ 25282. This has been transferred to reserves.

An interim dividend of £ 10500 was paid during the year. The director does not recommend the payment of a final dividend.

FIXED ASSETS

Details of fixed assets are given in note 8 to the financial statements.

SHARE CAPITAL

The company issued no further share capital during the year.

DIRECTORS

The directors set out in the table below have held office during the year and to the date of this report.

The interest of the directors holding office on 31st March 1998 in the shares of the company were as shown below:

	1998	1997
P T McEwan	47	47
G R Harris (Resigned 31st May 1997)	46	46

Approved by the board on 27 January 1999
and signed on its behalf by

..... Joanna M. Khalil
J Khalil
(Secretary)

ADVANTAGE RENTALS & REPAIRS LIMITED
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 1998

	NOTE	1998	1997
TURNOVER	1	348917	426039
Cost of Sales		236105	259997
		-----	-----
GROSS PROFIT		112812	166042
Administrative Expenses		67470	84766
		-----	-----
OPERATING PROFIT		45342	81276
Interest Receivable and similar income		151	219
		-----	-----
PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST		45493	81495
Interest Payable and similar charges	5	-	-
		-----	-----
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	4	45493	81495
TAXATION on profit on ordinary activities		9711	19481
		-----	-----
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		35782	62014
DIVIDENDS paid		10500	17600
		-----	-----
RETAINED PROFIT for the period		25282	44414
Retained Profit brought forward		44414	-
		-----	-----
RETAINED PROFIT carried forward		£ 69696	£ 44414
		=====	=====

The company's turnover and expenses all relate to continuing operations. The company had no recognised gains other than the profit for the year which is calculated on the historical cost basis.

The notes on pages 6 to 11 form part of these financial statements

ADVANTAGE RENTALS & REPAIRS LIMITED
BALANCE SHEET AS AT 31ST MARCH 1998

	NOTE	1998	1997
FIXED ASSETS - Tangible Assets	8	20675	26882
		-----	-----
CURRENT ASSETS			
Debtors	9	75318	54943
Cash at Bank and in Hand		31570	24400
		-----	-----
		106888	79343
CREDITORS			
Amounts falling due within one year	10	49967	50286
		-----	-----
Net Current Assets		56921	29057
		-----	-----
Total Assets less Current Liabilities		77596	55939
CREDITORS			
Amounts falling due after one year	11	7800	11425
		-----	-----
		£ 69796	£ 44514
		=====	=====
Financed by:-			
CAPITAL AND RESERVES			
Called up capital	12	100	100
Profit and Loss Account	13	69696	44414
		-----	-----
		£ 69796	£ 44514
		=====	=====


For the year ended ! the company was entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985. No notice has been deposited with the company under section 249B(2) of that Act requiring an audit to be carried out.

The directors acknowledge their responsibility for

- ensuring the company keeps accounting records in accordance with section 221 of the Companies Act 1985; and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of its financial year and of its profit or loss for that financial year in accordance with the requirements of section 226 of the Companies Act 1985 and which otherwise comply with the requirements of that Act relating to accounts so far as they are applicable to the company.

The directors in preparing the accounts have relied upon the exemptions for individual accounts provided by section 246 of the Act (or schedule 8 paragraph 23)

These accounts were approved by the board on 27 January 1999


.....
P T McEwan (Director)

The notes on pages 6 to 11 form part of these financial statements

ADVANTAGE RENTALS & REPAIRS LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 1998

ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards.

a) Accounting convention

The financial statements are prepared under the historical cost convention.

b) Turnover

Turnover represents amounts invoiced, excluding value added tax, in respect of the sale of goods and services to customers.

c) Depreciation

Depreciation is calculated to write off the cost less estimated residual values of all fixed assets on a reducing balance basis over their estimated useful lives.

d) Foreign currencies

Assets, liabilities, revenues and costs expressed in foreign currencies are translated into sterling at rates of exchange ruling on the date on which transactions occur, except for:-

- i) monetary assets and liabilities which are translated at the rate ruling at the balance sheet date (other than those in (ii) below); and
- ii) transactions to be settled at a contracted rate and trading transactions covered by a related or matching forward contract which are translated to those contracted rates.

Differences arising on the translation of such items are dealt with in the profit and loss account.

e) Leases

Finance leases

Assets held under finance leases and the related lease obligations are included at the fair value of the leased assets at the inception of the lease. Depreciation on leased assets is calculated to write off this amount on a straight-line basis over the shorter of the lease term and the useful life of the asset.

Rentals payable are apportioned between the finance charge and a reduction of the outstanding obligation for future amounts payable so that the charge for each accounting period is a constant percentage of the remaining balance of the capital sum outstanding.

ADVANTAGE RENTALS & REPAIRS LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 1998

Operating leases

Rentals payable under operating leases are charged on a straight -line basis over the term of the lease.

f) Pensions

The company contributes to the pension arrangements of employees. Premiums paid are written off in the year of payment.

2 SEGMENTAL INFORMATION

Where there is only one class of business and one geographical segment:

The turnover, profit after taxation and net assets are attributable to the principal activities of heavy vehicle engineers. The company operates in the UK and derives its turnover from activities undertaken solely in the United Kingdom.

3 OTHER OPERATING INCOME

	1998 £	1997 £
Bank Interest Received	151	219
	-----	-----
	£ 151	£ 219
	=====	=====

4 PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The profit on ordinary activities before taxation is stated after charging:

	1998 £	1997 £
Staff costs (note 6)	55261	50670
Depreciation of assets held under financial leases and hire purchase contracts	-	-
Depreciation of owned tangible fixed assets	6893	8986
Audit Fee	-	-

5 INTEREST PAYABLE AND SIMILAR CHARGES

	1998 £	1997 £
	-----	-----
	£ -	£ -
	=====	=====

ADVANTAGE RENTALS & REPAIRS LIMITED**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 1998****6 STAFF COSTS**

	1998 £	1997 £
Wages and salaries	50078	46818
Social security costs	4433	3852
Other pension costs	750	-
	-----	-----
	£ 55261	£ 50670
	=====	=====

The average number of persons, including executive directors employed by the company during the year was:

	1998	1997
Management	1	1
Administration	1	1

7 DIRECTORS REMUNERATION

	1998 £	1997 £
Directors Remuneration	£ 13200	£ 24600
	=====	=====

ADVANTAGE RENTALS & REPAIRS LIMITED**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 1998****8 TANGIBLE FIXED ASSETS**

	Motor Vehicles	Office Equipment	Total
COST			
As at 31st March 1997	31520	4348	35868
Additions during the year	4500	311	4811
Disposals during the year	5500	-	5500
As at 31st March 1998	<u>30520</u>	<u>4659</u>	<u>35179</u>
ACCUMULATED DEPRECIATION			
As at 31st March 1997	7880	1106	8986
Disposals during the year	1375	-	1375
Charge for the year	6005	888	6893
As at 31st March 1998	<u>12510</u>	<u>1994</u>	<u>14504</u>
NET BOOK VALUE			
As at 31st March 1997	£ 23640	£ 3242	£ 26882
	=====	=====	=====
As at 31st March 1998	£ 18010	£ 2665	£ 20675
	=====	=====	=====
Depreciation rate	25%	25%	

9 SUNDRY DEBTORS: DUE WITHIN ONE YEAR

	1998 £	1997 £
Trade Debtors	61589	54943
Loan	17729	-
	<u>£ 79318</u>	<u>£ 54943</u>
	=====	=====

ADVANTAGE RENTALS & REPAIRS LIMITED**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 1998****10 SUNDRY CREDITORS: DUE WITHIN ONE YEAR**

	1998	1997
	£	£
Trade creditors	34128	21284
Corporation Tax	8506	19031
Other taxation	2782	4760
Social security costs	2051	2711
Accruals and deferred income	2500	2500
	-----	-----
	£ 49967	£ 50286
	=====	=====

11 SUNDRY CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	1998	1997
	£	£
Director's loan account	7800	11425
	-----	-----
	£ 7800	£ 11425
	=====	=====
Amounts payable:		
Within two to five years	7800	11425
	-----	-----
	£ 7800	£ 11425
	=====	=====

12 SHARE CAPITAL

	1998	1997
Ordinary shares of £1.00 each	100	100
	=====	=====

ADVANTAGE RENTALS & REPAIRS LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 1998

13 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS

	Share Capital	Profit and Loss Account	Total Shareholders Funds
Balance at 30th October 1995	-	-	-
New share capital subscribed	100	-	100
Profit for the period	-	44414	44414
	-----	-----	-----
Balance at 31st March 1997	100	44414	44514
Profit for the year	-	25282	25282
	-----	-----	-----
Balance at 31st March 1998	£ 100	£ 69696	£ 69796
	=====	=====	=====

ADVANTAGE RENTALS & REPAIRS LIMITED
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 1998

	1998	1997
SALES	348917	426039
COST OF SALES	236105	259997
	-----	-----
EXPENDITURE:-	112812	166042
Directors Remuneration	13200	24600
National Insurance	999	3852
Pensions	750	-
Motor Expenses	10644	15281
Travelling Expenses	4598	6139
Rent	1600	-
Insurances	8087	9423
Telephone	13442	9023
Office Supplies	1756	1901
Advertising Expenses	1646	1694
Business Use of Private House	500	500
Sundry Expenses	-	173
Legal Expenses	15	15
Accountancy Fees	2664	2945
Bank Charges	676	234
Depreciation	6893	8986
	-----	-----
	67470	84766
	-----	-----
NET PROFIT for the year	£ 45342	£ 81276
Net Profit b/fwd	====	====
	45342	81276
Interest Received	151	219
Dividend Paid	10500	17600
Advance Corporation Tax	2625	4400
	-----	-----
Corporation Tax payable	13125	15081
	7086	-----
	-----	-----
	£ 25282	£ 44414
	====	====