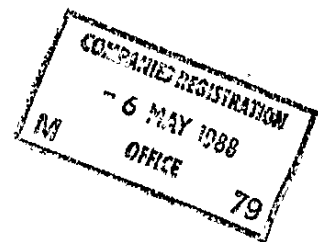


71513

LOOKERS G.B. & E. LIMITED

REPORT AND FINANCIAL STATEMENTS

30TH SEPTEMBER 1987



LOOKERS G.B. & E. LIMITED

DIRECTORS' REPORT

Year ended 30th September 1987

The directors have pleasure in submitting their report and the audited financial statements for the year ended 30th September 1987.

1. Activity

Since 1st October 1978, the company has acted as managing agent for the holding company, Braid Group Limited and all transactions are recorded in the financial statements of that company.

2. Results

The company did not trade during the year and therefore made neither profit nor loss (1986 same).

3. Directors

The following were directors of the company during the year:-

*Mr. W. K. Martindale
*Mr. A. S. Marston
Mr. P. D. Stephenson
Mr. J. A. Walters (resigned 31. 1.87)

*Directors of the ultimate holding company.

The directors have no interest in the shares of the company other than as shareholders in the ultimate holding company.

The shareholdings and share options of Messrs. Martindale and Marston are shown in the financial statements of the ultimate holding company.

At 30th September 1987 Mr. P. D. Stephenson held 1,100 in the ultimate holding company (1986 1,100).

On 13th July 1987, options to subscribe for shares in the ultimate holding company were granted to the directors of the company as follows:

Mr. P. D. Stephenson	5,966 shares
----------------------	--------------

These options were still outstanding at the year end.

4. Taxation

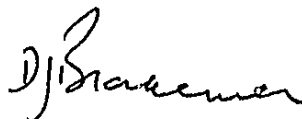
As far as the directors are aware the company is not a close company under the provisions of the Income and Corporation Taxes Act 1970.

LOOKERS G.D. & E. LIMITED
DIRECTORS' REPORT (CONTINUED)
Year ended 30th September 1987

5. Auditors

Touche Ross & Co. have expressed their willingness to continue in office and in accordance with Section 384 of the Companies Act 1985 their re-appointment will be proposed at the next Annual General Meeting.

By Order of the Board


D. J. BLAKEMAN

Secretary

11th February 1988

14 MARK STREET
LONDON EC4A 3TR
TELEPHONE 01-697 228 228
TELEGRAMS: TROUPE G
TELEX: 228 228 228
TELEPOST: 228 228 228

 **Touche Ross**

Chartered Accountants

AUDITORS' REPORT TO THE MEMBERS

of

LOOKERS G.E. & E. LIMITED

We have audited the balance sheet on pages 4 to 6 in accordance with approved Auditing Standards.

In our opinion the balance sheet gives a true and fair view of the state of the company's affairs at 30th September 1987 and complies with the Companies Act 1985.

Touche Ross & Co.

TOUCHE ROSS & CO.

Chartered Accountants

11th February 1988

- 3 -

Aberdeen, Birmingham, Bracknell, Bristol, Cardiff, Chesham, Crawley, Dartford, Edinburgh,
Glasgow, Leeds, Leicester, Liverpool, London, Luton, Manchester, Milton Keynes,
Newcastle upon Tyne, Newport, Plymouth, Swansea, and Wolverhampton

Principal place of business at which a list of partners can be available
Hill House, 1 Little New Street, London EC4A 3TR

Touche Ross International

LOOKERS G.B. & E. LIMITED

BALANCE SHEET - 30th September 1987

	<u>Note</u>	<u>1987</u>	<u>1986</u>
		£	£
CURRENT ASSETS			
Amounts owed by group companies		39,045	39,045
		<u> </u>	<u> </u>
CAPITAL AND RESERVES			
Called up share capital	4	39,000	39,000
Profit and loss account		<u> 45 </u>	<u> 45 </u>
		<u>39,045</u>	<u>39,045</u>

The financial statements were approved by the Directors on 11th February 1988

W. K. Martindale
A. S. Marston

W. K. MARTINDALE)
) Directors
A. S. MARSTON)

LOOKERS G.B. & E. LIMITED
NOTES TO THE FINANCIAL STATEMENTS
Year ended 30th September 1987

1. ACCOUNTING CONVENTION

The financial statements are prepared under the historical cost convention.

2. TRADING RESULTS

The company did not trade during the year and therefore made neither profit nor loss (1986 same).

3. DIRECTORS' REMUNERATION

None of the directors received any remuneration from the company during the year (1986 same).

4. CALLED UP SHARE CAPITAL

	<u>1987</u>	<u>1986</u>
	£	£
Authorised		
6% (now 4.2% plus tax credit) cumulative preference shares of £1 each	25,000	25,000
Ordinary shares of £1 each	<u>25,000</u>	<u>25,000</u>
	50,000	50,000
	<u> </u>	<u> </u>
Allotted and fully paid		
6% (now 4.2% plus tax credit) cumulative preference shares of £1 each	20,500	20,500
Ordinary shares of £1 each	<u>18,500</u>	<u>18,500</u>
	39,000	39,000
	<u> </u>	<u> </u>

No dividend has been paid on the cumulative preference shares for the six years ended 30th September 1987.

ended 30th September 1987

5. IMMEDIATE HOLDING COMPANY

The company's immediate holding company is Lookers plc, incorporated in Great Britain.

The company's ultimate holding company is Braid Group Limited, incorporated in Great Britain.

6. CONTINGENT LIABILITIES

- (a) The company is a charging subsidiary under a trust deed securing £600,000 9% Debenture Stock 1986/91 of Braid Group Limited. This deed creates a first floating charge on the undertaking and assets of the company. At 30th September 1987 the amount of 9% Debenture Stock 1986/91 of Braid Group Limited still outstanding was £225,279 (1986 £234,279).
- (b) The company has guaranteed the bank overdraft of the Braid Group. The amount of the indebtedness at 30th September 1987 was £946,058 (1986 £464,345).