

Registered Number: 1670844

HARRIS FINANCE (GRAYS) LIMITED

DIRECTORS' REPORT

AND

FINANCIAL STATEMENTS

FOR THE

YEAR ENDED

31ST MARCH 2000



**HARRIS FINANCE (GRAYS) LIMITED**

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31ST MARCH 2000**

DIRECTORS:	F.W. Harris N.S. Harris P.J. Greenyer F.D. Harris D.E. Harris
SECRETARY:	D.S. Bareham
REGISTERED NUMBER:	1670844
REGISTERED OFFICE:	601 London Road, West Thurrock, Essex. RM20 4AU
BANKERS:	Barclays Bank plc., 9 High Street, Grays, Essex. RM17 6NL
REGISTERED AUDITORS:	Rowland Hall, Chartered Accountants, 44/54 Orsett Road, Grays, Essex. RM17 5ED

<b><u>CONTENTS</u></b>	<b><u>Page</u></b>
Directors' Report	1 - 2
Auditors' Report	3
Profit and Loss Account	4
Balance Sheet	5
Notes to the Financial Statements	6 - 7
The following page does not form part of the statutory financial statements	
Computation of Operating Profit	8

## **HARRIS FINANCE (GRAYS) LIMITED**

### **DIRECTORS' REPORT**

The directors submit their report and the financial statements of the company for the year ended 31st March 2000.

#### **PRINCIPAL ACTIVITY**

The principal activity of the company continued to be that of providing financial services.

#### **REVIEW OF THE BUSINESS**

A summary of the results for the year is given on page 4 of the financial statements.

Both the level of business and the year end financial position were satisfactory, and the directors expect that the present level of activity will be sustained for the foreseeable future.

#### **RESULTS AND DIVIDENDS**

The retained profit of the company for the year was £8,270 (1999 - £4,904).

The directors recommend that this be added to the retained earnings at the beginning of the year and that the balance of £39,719 be carried forward.

#### **DIRECTORS**

The directors of the company, none of whom had any interest in the shares of the company, were -

F.W. Harris  
N.S. Harris  
P.J. Greenyer  
F.D. Harris  
D.E. Harris

Miss D.E. Harris and Mr. F.W. Harris retire at the Annual General Meeting and, being eligible, offer themselves for re-election.

#### **DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to prepare financial statements for each financial year 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 judgments and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the financial statements;
- 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 to 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.

**HARRIS FINANCE (GRAYS) LIMITED**

**DIRECTORS' REPORT**  
(Continued)

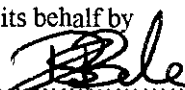
**YEAR 2000**

The company has not experienced any computer malfunctions or commercial disruption with respect to the Year 2000 issue. Furthermore, the directors do not feel that any future problems or costs are likely to be incurred with respect to the Year 2000 issue.

**AUDITORS**

The auditors, Rowland Hall, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

Approved by the Board on ..... 20<sup>th</sup> November 2000 .....  
and signed on its behalf by



.....  
**D.S. BAREHAM**, Secretary

**AUDITORS' REPORT TO THE SHAREHOLDERS OF**

**HARRIS FINANCE (GRAYS) LIMITED**

We have audited the financial statements on pages 4 to 7 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

As described on page 1, the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those financial statements and to report our opinion to you.

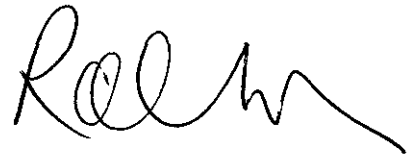
**BASIS OF OPINION**

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 financial statements. It also includes an assessment of the significant estimates and judgments 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 31st March 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**ROWLAND HALL**

44/54 Orsett Road,  
Grays. Essex

21<sup>st</sup> November 2000

Chartered Accountants  
and Registered Auditors

**HARRIS FINANCE (GRAYS) LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31ST MARCH 2000**

	<u>Note</u>	<u>2000</u> £	<u>1999</u> £
OPERATING INCOME	2	35,992	30,339
ADMINISTRATIVE EXPENSES		25,645	24,064
<b>OPERATING PROFIT</b>	3	10,347	6,275
INTEREST PAYABLE	5	9	67
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		10,338	6,208
TAXATION	6	2,068	1,304
<b>PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION</b>		8,270	4,904
RETAINED PROFITS BROUGHT FORWARD		31,449	26,545
<b>RETAINED PROFITS CARRIED FORWARD</b>		<b>£39,719</b>	<b>£31,449</b>

All the company's operations are classified as continuing.

The company has no recognised gains or losses other than the profits for the two years ended 31st March 2000.

The financial statements are prepared using the historical cost basis.

**HARRIS FINANCE (GRAYS) LIMITED****BALANCE SHEET**  
**AS AT 31ST MARCH 2000**

	<u>Note</u>	<u>2000</u>	<u>1999</u>
		£	£
<b>CURRENT ASSETS</b>			
Debtors	7	65,097	11,384
Cash at Bank		-	36,344
		<u>65,097</u>	<u>47,728</u>
<b>CREDITORS - amounts falling due within one year</b>			
	8	<u>24,378</u>	<u>15,279</u>
<b>NET ASSETS</b>		<u><u>£40,719</u></u>	<u><u>£32,449</u></u>
<b>CAPITAL AND RESERVES</b>			
Called up Share Capital	9	1,000	1,000
Profit and Loss Account		39,719	31,449
<b>SHAREHOLDERS FUNDS</b>	10	<u><u>£40,719</u></u>	<u><u>£32,449</u></u>

Approved by the Board on ..... 20.11.2000 .....  
and signed on its behalf by

.....  
F.W. HARRIS, Director

.....  
P.J. GREENYER, Director

**HARRIS FINANCE (GRAYS) LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31ST MARCH 2000**

**1. ACCOUNTING POLICIES**

a. Basis of Accounting

The financial statements are prepared under the historical cost convention.

b. Cash Flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash Flow Statements".

**2. OPERATING INCOME**

This consists solely of income from bank deposits.

**3. OPERATING PROFIT**

Operating profit is stated after charging -

	<u>2000</u>	<u>1999</u>
Auditors' Remuneration	<u>£793</u>	<u>£734</u>

**4. STAFF COSTS**

The only employees during the year, were the directors, none of whom received any remuneration during the year.

**5. INTEREST PAYABLE**

	<u>2000</u>	<u>1999</u>
Bank Interest	<u>£9</u>	<u>£67</u>

**6. TAXATION**

Taxation is based on the profit for the year and comprises -

U.K. Corporation Tax at 20% (1999 - 21%)	<u>£2,068</u>	<u>£1,304</u>
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**7. DEBTORS**

Amounts owed by Group undertakings	7,718	1,307
Amounts owed by Companies under common control	-	10,077
Sundry Debtors	57,379	-
	<u>£65,097</u>	<u>£11,384</u>

**8. CREDITORS - amounts falling due within one year**

Trade Creditors	3,561	-
Bank Overdraft	987	-
Amounts owed to Group undertakings	16,969	7,809
Amounts owed to Companies under common control	-	5,373
Other Creditors	793	793
Corporation Tax	2,068	1,304
	<u>£24,378</u>	<u>£15,279</u>



**HARRIS FINANCE (GRAYS) LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31ST MARCH 2000**

**9. SHARE CAPITAL**

	<u>2000</u>	<u>1999</u>
Authorised - 50000 Ordinary Shares of £1 each	<u>£50,000</u>	<u>£50,000</u>
Allotted and Fully Paid - 1000 Ordinary Shares of £1 each	<u>£1,000</u>	<u>£1,000</u>

**10. SHAREHOLDERS FUNDS**

Profit for the Year	8,270	4,904
Opening Shareholders Funds	<u>32,449</u>	<u>27,545</u>
Closing Shareholders Funds	<u>£40,719</u>	<u>£32,449</u>

**11. ULTIMATE HOLDING COMPANY**

The ultimate holding company is Harris Holdings (Grays) Limited a Company registered in England.

**12. RELATED PARTY TRANSACTIONS**

i) Ultimate Controlling Party

The company is a wholly owned subsidiary of Harris Holdings (Grays) Limited. That company is controlled by members of the Harris family who are regarded as being the ultimate controlling party of Harris Finance (Grays) Limited.

ii) Advantage is taken of FRS8 disclosure exemptions for inter-group transactions. All group companies are wholly owned by the parent company who prepares publicly available and consolidated financial statements.