SUPER CHEAP AUTO PTY LTD
ACN 085 395 124

2002 FINANCIAL REPORT

CONTENTS

SUPER CHEAP AUTO PTY LTD
ACN 085 395 124

DIRECTORS' REPORT

The directors present their report on the company for the financial year ended 30 June 2002.

The names of directors in office at any time during or since the end of the year are:

Mr Reginald Rowe
Mr Robert Thorn

The directors have been in office since the start of the financial year to the date of this report.

The profit of the company for the financial year after providing for income tax amounted to $7,496,000. (2001: $6,454,000)

A review of the operations of the trading business highlighted a 35% increase in sales to $203,373,000. The increase in sales has been supported by the opening of 26 new stores during the financial year. Since the end of the year, a further 8 stores have commenced trading.

The principal activity of the company during the financial year was the distribution of motor vehicle spare parts.

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in future financial years.

Likely developments in the operations of the company and the expected results of those operations in future financial years have not been included in this report, as the inclusion of such information is likely to result in unreasonable prejudice to the company.

The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

No options or issued shares or interests in the company were granted during or since the end of financial year and there were no options outstanding at the date of this report.

Directors' indemnity insurance premiums paid during the year amounted to $11,000. No indemnities have been given as insurance premiums paid to any other officer or auditor of the company.

No person has applied for leave of court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of these proceedings.

The company was not a party to any such proceeding during the year.

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DIRECTORS' REPORT (cont'd)

No dividends were paid or declared during the financial year, or since the end of the financial year.

The company is an entity to which ASIC Class Order 98/100 applies. Accordingly, amounts in the financial statements and directors' report have been rounded to the nearest thousand dollars.

Signed in accordance with a resolution of the Board of Directors.

Director ______________________
Reginald Rowe

Director ______________________
Robert Thorn

Dated this 11th day of October 2002.

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STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2002

	Note	2002 $000	2001 $000
Sales revenue	2	203,373	150,401
Cost of sales	3	(129,461)	(93,481)
Gross profit		73,912	56,920
Other revenues from ordinary activities	2	787	1,087
Selling and marketing expenses		(33,879)	(25,446)
Occupancy expenses		(13,348)	(8,376)
Administration expenses		(13,360)	(11,088)
Borrowing costs expense		(2,621)	(2,233)
Other expenses from ordinary activities		-	-
Profit from ordinary activities before income tax expense		11,491	10,864
Income tax expense relating to ordinary activities	4	(3,995)	(4,410)
Total changes in equity other than those resulting from transactions with owners as owners		$ 7,496	$ 6,454

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STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2002

	Note	2002 $000	2001 $000
CURRENT ASSETS			
Cash assets	5	475	8,183
Receivables	6	1,238	100
Inventories	7	46,441	32,482
TOTAL CURRENT ASSETS		**$ 48,154**	**$ 40,765**
NON CURRENT ASSETS			
Other financial assets	9	-	-
Receivables	6	1,770	3,308
Property, plant and equipment	10	16,980	10,137
Intangible assets	11	32,539	34,268
Deferred tax assets	8	1,117	998
TOTAL NON CURRENT ASSETS		**$ 52,406**	**$ 48,711**
TOTAL ASSETS		**$100,560**	**$ 89,476**
CURRENT LIABILITIES			
Payables	12	12,219	11,127
Interest bearing liabilities	13	6,315	1,305
Provisions	14	1,887	1,255
Tax liabilities	15	2,526	5,156
TOTAL CURRENT LIABILITIES		**$ 22,947**	**$ 18,843**
NON CURRENT LIABILITIES			
Interest bearing liabilities	13	29,550	30,066
TOTAL NON CURRENT LIABILITIES		**$ 29,550**	**$ 30,066**
TOTAL LIABILITIES		**$ 52,497**	**$ 48,909**
NET ASSETS		**$ 48,063**	**$ 40,567**
EQUITY			
Contributed equity	22	34,113	34,113
Retained profits	16	13,950	6,454
TOTAL EQUITY		**$ 48,063**	**$ 40,567**

The accompanying notes form part of these financial statements

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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2002

	Note	2002 $000	2001 $000
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from customers		203,645	152,694
Payments to suppliers and employees		(187,394)	(125,478)
Rental payments		(11,968)	(8,648)
Income tax paid		(6,743)	-
Net cash provided by / (used in) operating activities	17b	(2,460)	18,568
CASH FLOW FROM INVESTING ACTIVITIES			
External interest received		190	160
Payment for property, plant and equipment		(9,488)	(4,470)
Proceeds from disposal of property, plant and equipment		138	-
Net cash provided by / (used in) investing activities		(9,160)	(4,310)
CASH FLOW FROM FINANCING ACTIVITIES			
Related party interest paid		(2,347)	(2,088)
Related party interest received		234	425
External interest paid		(176)	(141)
Finance lease payments		(900)	(913)
Loans to related entities		2,081	(3,735)
Proceeds from external borrowings		4,000	-
Net cash provided by / (used in) financing activities		2,892	(6,452)
Net increase/(decrease) in cash held		(8,728)	7,806
Cash at beginning of year		7,806	-
Petty cash acquired during the year		85	-
Cash at end of year	17a	**$ (837)**	**$ 7,806**

The accompanying notes form part of these financial statements

SUPER CHEAP AUTO PTY LTD
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2002

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting -

This financial report is a special purpose financial report that has been prepared in order to satisfy the financial report preparation requirements of the Corporations Act 2001. The directors have determined that the company is not a reporting entity.

Super Cheap Auto Pty Ltd is a company limited by shares, incorporated and domiciled in Australia.

The report has been prepared in accordance with the Corporations Act 2001, and the following Australian Accounting Standards, and Urgent Issues Group Consensus Views:

AASB 1002:	Events Occurring After Reporting Date
AASB 1018:	Statement of Financial Performance
AASB 1020:	Accounting for Income Tax (Tax Effect Accounting)
AASB 1025:	Application of the Reporting Entity Concept and Other Amendments
AASB 1031:	Materiality
AASB 1034:	Financial Report Presentation and Disclosures
AASB 1040:	Statement of Financial Position
AASB 1028:	Accounting for Employee Entitlements
AASB 1033:	Presentation and Disclosure of Financial Instruments
UIG Abstract 35:	Disclosure of Contingent Liabilities

No other Australian Accounting Standards, Urgent Issues Group Consensus Views or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following material accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report:

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Inventories -

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a weighted average basis.

Property, Plant & Equipment -

Each class of property, plant and equipment is carried at cost or at independent or directors' valuation, less, where applicable, any accumulated depreciation or amortisation.

Plant and equipment are measured on the cost basis.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from those assets. The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the assets employment and subsequent disposal. The expected net cash flows have not been discounted to present values in determining recoverable amounts.

Depreciation -

The depreciable amount of all fixed assets are depreciated on a straight line basis over their estimated useful lives to the entity commencing from the time the asset is held ready for use.

The depreciation rates used for each class of assets are:

	Depreciation Rate
Plant and Equipment	10% - 37.5%
Capitalised Leased Plant & Equipment	10% – 37.5%
Motor Vehicles	15%
Computer Equipment	25% – 37.5%

Intangibles -

(i) Goodwill

Goodwill is recorded at the amount by which the purchase price of the business exceeded the fair value attributed to the net tangible assets at the date of acquisition. Goodwill is amortised on a straight line basis over a period of 20 years. The balances are reviewed annually and any balance representing future benefits the realisation of which is considered to be no longer probable are written off.

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

(ii) Brand Names

Expenditure incurred in developing, maintaining or enhancing the brand name is written off against operating profit in the year in which it is incurred. The directors believe that the useful life of the brand name is of such duration that any amortisation charge on the brand name would be immaterial. The carrying value of the brand name is reviewed by the directors each year to ensure that it is not in excess of its recoverable amount.

Income Tax -

The company adopts the liability method of tax-effect accounting whereby the income tax expense is based on the operating profit adjusted for any permanent differences.

Timing differences, which arise due to the different accounting periods in which items of revenue and expense are included is the determination of accounting profit and taxable income, are brought to account as either a provision for deferred income tax or as a future income tax benefit at the rate of income tax applicable to the period in which the benefit will be received or the liability will become payable.

Future income tax benefits are not brought to account unless realisation of the asset is assured beyond any reasonable doubt. Future income tax benefits in relation to tax losses are not brought to account unless there is virtual certainty of realisation of the benefit.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income tax legislation, and the anticipation that the company will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

Employee Entitlements -

Provision is made for the company's liability for employee entitlements arising from services rendered by employees to balance date. Employee entitlements expected to be settled within one year, together with entitlements arising from wages and salaries and annual leave which will be settled after one year, have been measured at their nominal amount. Other employee entitlements payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those entitlements.

Contributions are made by the company to an employee superannuation fund and are charged as expenses when incurred.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2002

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Cash -

For the purposes of the Statement of Cash flows, cash includes cash on hand, cash at bank and at call deposits with banks or financial institutions.

Revenue -

Revenue from the sale of goods is recognised upon the delivery of goods to customers.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Dividend revenue is recognised when the right to receive a dividend has been established. Dividends received from associates are accounted for in accordance with the equity method of accounting.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers. All revenue is stated net of the amount of Goods and Services Tax (GST).

Foreign Currency Transactions and Balances -

Foreign currency transactions during the year are converted to Australian currency at the rates of exchange applicable at the dates of the transactions. Amounts receivable and payable in foreign currencies at balance date are converted at the rates of exchange ruling at that date.

The gains and losses from conversion of short-term assets and liabilities, whether realised or unrealised, are included in profit from ordinary activities as they arise.

Change of Business -

On 1 July 2000, Super Cheap Auto Pty Ltd purchased the Super Cheap Auto trading business from an associated entity. Included in the purchase transaction was also the plant and equipment and inventory.

Consideration for the purchase was as follows:

- issue of 34,113,000 $1 ordinary shares, in this company to the associated entity;
- assumption of employee entitlements for $587,000;
- assumption of hire purchase liabilities valued at $1,787,000; and
- $27,896,000 in loans payable to the associated entity.

Previously this company was known as SCA Retailing Pty Ltd.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2002

	2002 $000	2001 $000
2. REVENUE		
Operating activities		
- Sale of Goods	203,373	150,402
- Other Revenue	362	502
- Interest Revenue (a)	425	585
	787	1,087
TOTAL REVENUE	$204,160	$151,489
(a) Interest from:		
- Related Entities	234	425
- Other Persons	191	160
	$ 425	$ 585

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2002

3. PROFIT FROM ORDINARY ACTIVITIES

Profit from ordinary activities before income tax has been determined after:

(a) Expenses:

	2002 $000	2001 $000
Borrowing Costs:		
- Related Parties	2,347	2,088
- Other Persons	176	14
- Finance Lease Charges	98	131
Total Borrowing Costs	$ 2,621	$ 2,233
Depreciation of Non Current Assets		
- Leased Assets	364	376
- Plant & Equipment	1,220	574
- Motor Vehicles	110	27
- Computer	874	276
Total Depreciation	$ 2,568	$ 1,253
Amortisation of Non- Current Assets:		
- Goodwill	1,804	1,804
- Borrowing Expenses	13	-
Total Amortisation	$ 1,817	$ 1,804
Cost of Sales		
- Cost of Sales	128,896	92,614
- Write Down of Inventory	565	867
	$129,461	$ 93,481

	2002 $000	2001 $000
3. PROFIT FROM ORDINARY ACTIVITIES (cont'd)		
(b) Auditors' Remuneration		
- audit and review	51,125	44,000
- other services	75,825	226,058
	$126,950	$270,058
(c) Revenues and Net Gains		
- Net Gain on the disposal of Property, Plant and Equipment	33	-
(d) Significant Revenues and Expenses		
The following revenue and expense items are relevant in explaining the financial performance:		
- Write off of inventory included with cost of sales	3,862	3,418

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NOTES TO THE FINANCIAL STATEMENTS
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4. INCOME TAX EXPENSE

The prima facie tax payable on profit from ordinary activities before income tax is reconciled to the income tax expense as follows:

	2002 $000	2001 $000
Prima facie tax payable on profit from ordinary activities before income tax at 30% (2001: 34%)	3,447	3,694
Add:		
Tax effect of:		
- Amortisation of Goodwill	541	613
- Other Non Allowable Items	8	3
- Adjustment to future income tax benefit and provision for deferred income tax for change in company tax rate to 30%	-	100
Less:		
- Overprovision in 2001	1	
Income tax expense attributable to profit from ordinary activities	$ 3,995	$ 4,410

5. CASH ASSETS

	2002 $000	2001 $000
Cash on Hand	388	292
Deposits at Call	87	7,891
	$ 475	$ 8,183

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2002

6. RECEIVABLES

	2002 $000	2001 $000
CURRENT		
Sundry Debtors	908	17
Trade Debtors	8	-
Security Deposits	66	-
Prepayments	256	-
Amounts receivable from:		
- Related Entities		83
	$ 1,238	$ 100
NON CURRENT		
Amounts Receivable from:		
- Related Entities	1,770	3,308
	$ 1,770	$ 3,308

7. INVENTORIES

	2002 $000	2001 $000
CURRENT		
Finished goods at cost	46,441	32,482
	$ 46,441	$ 32,482

	2002 $000	2001 $000
8. DEFERRED TAX ASSETS		
Future Income Tax Benefits	$ 1,117	$ 998
(a) The future income tax benefit is made up of the following estimated tax benefits:		
- timing differences	1,117	998
	$ 1,117	$ 998
9. OTHER FINANCIAL ASSETS		
NON - CURRENT		
Shares in Related Companies – at cost (a)	-	-
	$ -	$ -
(a) Super Cheap Auto Purchasing Pty Ltd	-	-

Super Cheap Auto Pty Ltd has a 100% interest in Super Cheap Auto Purchasing Pty Ltd, a dormant company.

Investment is $10

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NOTES TO THE FINANCIAL STATEMENTS
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10. PROPERTY, PLANT AND EQUIPMENT

		2002 $000	2001 $000
Plant and Equipment at Cost		14,000	8,246
Less: Accumulated Depreciation		(2,132)	(658)
		11,868	7,588
Capitalised Leased Plant and Equipment at cost	(Note 13)	1,038	1,504
Less: Accumulated Depreciation		(518)	(376)
		520	1,128
Motor Vehicles at Cost		335	205
Less: Accumulated Depreciation		(64)	(26)
		271	179
Computer Equipment at Cost		5,395	1,435
Less: Accumulated Depreciation		(1,074)	(193)
		4,321	1,242
Total Property, Plant and Equipment		**$ 16,980**	**$ 10,137**

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2002

11. INTANGIBLE ASSETS

	2002 $000	2001 $000
Goodwill and brand at cost	36,072	36,072
Less: Accumulated amortisation	(3,608)	(1,804)
Borrowing Costs	75	-
	$ 32,539	$ 34,268

12. PAYABLES

CURRENT

	2002 $000	2001 $000
Unsecured Liabilities:		
- Sundry Creditors	448	741
- Trade Creditors	8,933	8,108
- Other Creditors	2,838	2,278
	$ 12,219	$ 11,127

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NOTES TO THE FINANCIAL STATEMENTS
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	2002 $000	2001 $000
13. INTEREST BEARING LIABILITIES		
CURRENT		
Unsecured liabilities		
- Amounts due to related entities	522	28
Secured liabilities		
- Hire Purchase Liability	481	900
- Bank Overdraft	1,312	377
- Commercial Bill	4,000	-
	$ 6,315	$ 1,305
NON CURRENT		
Unsecured liabilities		
- Amounts due to related entities	29,467	29,501
Secured liabilities		
- Hire Purchase liabilities	83	565
	$ 29,550	$ 30,066
(a) Total Current and Non Current Secured Liabilities		
- Hire purchase liability	564	1,464
- Bank Overdraft	1,312	377
- Commercial Bill	4,000	-
	$ 5,876	$ 1,841

(b) The carrying amounts of non current assets pledged as security are $520,000 (note 10)

The Commercial bill is secured over the assets of the Company

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2002

	2002 $000	2001 $000
14. PROVISIONS		
CURRENT		
Employee Entitlements	1,887	1,255
	$ 1,887	$ 1,255
Number of full time equivalent employees at year end	932	566
15. TAX LIABILITIES		
NON CURRENT		
Provision for Income Tax	2,526	5,156
	$ 2,526	$ 5,156
16. RETAINED PROFITS		
Retained Profits at the beginning of the financial year	6,454	-
Net profit attributable to members of the company	7,496	6,454
Retained Profits at the end of the financial year	$ 13,950	$ 6,454

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NOTES TO THE FINANCIAL STATEMENTS
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	2002 $000	2001 $000

17. CASH FLOW INFORMATION

(a) Reconciliation of cash

Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

	2002 $000	2001 $000
Cash on hand	388	292
At call deposits with financial institutions	87	7,891
Bank Overdraft	(1,312)	(377)
	$ (837)	$ 7,806

(b) Reconciliations of cash flow from operations with profit from ordinary activities after income tax:

	2002 $000	2001 $000
Profit from ordinary activities after income tax	7,496	6,454
Non-cash flows in profit from ordinary activities		
Amortisation	1,804	1,804
Depreciation	2,568	1,253
Cash flow attributed to Investing and Financing Activities		
Net gains on sale of Property, Plant and Equipment		-
Interest Received	(425)	(585)
Interest Paid	2,523	2,229
Changes in assets and liabilities:		
(Increase)/Decrease in receivables	(1,295)	(17)
(Increase)/Decrease in inventories	(13,959)	(8,934)
Increase/(Decrease) in payables	945	10,827
(Increase)/Decrease in deferred taxes	(119)	(746)
Increase/(Decrease) in provisions	(1,998)	6,283
Cash flows from operations	$ (2,460)	$ 18,568

	2002 $000	2001 $000

17. CASH FLOW INFORMATION (cont'd)

Acquisition of Business

During the year the trading business of Super Cheap Auto Pty Ltd was acquired from a related entity:

	2002 $000	2001 $000
Consideration	-	34,113
Cash consideration	-	-
Amount due under contract of sale	-	34,113
Cash flow	-	-
Assets and Liabilities acquired:	-	
Inventories	-	23,574
Property, Plant and Equipment	-	6,330
Employee Entitlements	-	(839)
Lease Liabilities	-	(1,787)
Goodwill	-	34,700
		61,978
Issued Shares	-	(34,112)
Loans	-	$ 27,866

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2002

	2002 $000	2001 $000

18. LEASING COMMITMENTS

Operating Lease Commitments

(a) Future operating lease rentals not provided for in the financial statements and payable:

	2002 $000	2001 $000
- not later than 1 year	13,505	9,111
- later than 1 year but not later than 5 years	58,563	39,671
- later than 5 years	85,209	57,916
	$157,277	$106,698

(b) Capital Expenditure Commitments contracted for is:

	2002 $000	2001 $000
Plant and Equipment Purchases	146	-
Capital Expenditure Projects	2,989	-
	$ 3,135	$ -
Payable:		
- not later than 1 year	3,135	
- later than 1 year but not later than 5 years	-	
	$ 3,135	$ -

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NOTES TO THE FINANCIAL STATEMENTS
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19. FINANCIAL INSTRUMENTS

(a) Interest rate risk

The entities exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rate, and the effective weighted average interest rate for classes of financial assets and financial liabilities is set out below:

	Weighted Average Interest Rate %	Floating Interest Rate $ 000	Fixed 1 year or less $ 000	Fixed 1 to 5 Years $ 000	Non Interest Bearing $ 000	Total $ 000
2002						
Financial Assets						
Cash Assets	4.65	87			388	475
Receivables.	6.05	1,770			1,238	3,008
Financial Liabilities						
Interest bearing liabilities	5.97	35,302	481	83		35,866
Payables					12,218	12,218
Employee Entitlements					1,887	1,887
		$ 37,159	**$ 481**	**$ 83**	**$ 15,731**	**$ 53,454**
2001						
Financial Assets						
Cash Assets	4.9	7,891			292	8,183
Receivables.	7.55	3,391			17	3,408
Financial Liabilities						
Interest bearing liabilities	7.53	29,907	900	564		31,371
Payables					11,127	11,127
Employee Entitlements					1,255	1,255
		$ 41,189	**$ 900**	**$ 564**	**$ 12,691**	**$ 55,344**

19. FINANCIAL INSTRUMENTS (cont'd)

(b) Foreign Exchange Risk

The entities policy is to enter into hedging contracts (principally options) to hedge certain anticipated purchase commitments denominated in foreign currencies (principally US dollars) within approved limits. The terms of these commitments are rarely more than 3 months.

At year end, the entity had entered various contracts for the purchase and sale of US dollars. There were no unrealised gains or losses on these contracts at year end.

(c) Credit Risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount of those assets, net of any provisions for doubtful debts, as disclosed in the statement of financial position and notes to the financial report.

The entity does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the economic entity.

(d) Net Fair Values

The net fair values of listed investments have been valued at the quoted market bid price at balance date adjusted for transaction costs expected to be incurred. For other assets and other liabilities the net fair value approximates their carrying value. No financial assets and financial liabilities are readily traded on organised markets in standardised form other than listed investments. Financial assets where the carrying amount exceeds net fair values have not been written down as the economic entity intends to hold these assets to maturity.

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the statement of financial position and in the notes to the financial statements.

20. COMPANY DETAILS

The registered office and principal place of business of the company is:
Super Cheap Auto Pty Ltd
751 Gympie Road
LAWNTON, QLD 4501

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2002

	2002 $000	2001 $000

21. CONTINGENT LIABILITIES

	2002 $000	2001 $000
Estimates of the maximum amount of contingent liabilities that may become payable:		
- secured: guarantee to the companies bankers supported by a charge over a related companies assets	93	525

22. CONTRIBUTED EQUITY

	2002 $000	2001 $000
Opening Balance at beginning of year	34,113	-
Shares issued during the year	-	34,113
Closing Balance at year end	$ 34,113	$ 34,113

On the 1 July 2000 34,113,000 $1 ordinary shares were issued to an associated entity (refer note 1).

Ordinary shares participate in dividends and the proceeds on winding up of the company in proportion to the number of shares held.

At shareholders' meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

23. SEGMENT REPORTING

The company operates in the retail sector where it distributes motor vehicle spare parts throughout Australia.

24. FRANKING ACCOUNT

	2002 $000	2001 $000
The balance of the franking account at year end has been adjusted for franking credits arising from payment of provision for income tax and dividends recognised as receivable, franking debits arising from payment of proposed dividends and franking credits that may be prevented from distribution in a subsequent financial year.	15,734	-

SUPER CHEAP AUTO PTY LTD
ACN 085 395 124

DIRECTORS' DECLARATION

The directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

The directors of the company declare that:

1. The financial report and notes as set out on pages 4 to 26 are in accordance with the Corporations Act 2001

   (a) comply with Accounting Standards as described in Note 1 to the financial statements and the Corporations Regulations 2001; and

   (b) give a true and fair view of the company's financial position as at 30 June 2002 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements.

2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Director ______________________
Reginald Rowe

Director ______________________
Robert Thorn

Dated this 11th day of October 2002.

Chartered Accountants
Business Advisers and Consultants

Grant Thornton

INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF
SUPER CHEAP AUTO PTY LTD

SCOPE

We have audited the attached financial report, being a special purpose financial report of Super Cheap Auto Pty Ltd for the year ended 30 June 2002 as set out on pages 4 to 27. The company's directors are responsible for the financial report and have determined that the accounting policies used and described in Note 1 to the financial statements, which form part of the financial report, are appropriate to meet the requirements of the Corporations Act 2001 and are approriate to meet the needs of the members. We have conducted an independent audit of this financial report in order to express an opinion to the members of Super Cheap Auto Pty Ltd. No opinion is expressed as to whether the accounting policies used, and ~~described in Note 1, are appropriate to the needs of the members.~~

The financial report has been prepared for distribution to members for the purpose of fulfilling the directors' financial reporting requirements under the Corporations Act 2001. We disclaim any assumption of responsibility, for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

Our audit has been conducted in accordance with Australian Auditing Standards. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report and the evaluation of significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial report is presented fairly in accordance with the accounting policies described in Note 1, so as to present a view which is consistent with our understanding of the company's financial position and performance as represented by the results of its operations and its cash flows. These policies do not require the application of all Accounting Standards, or other mandatory professional reporting requirements in Australia.

The audit opinion expressed in this report has been formed on the above basis.

AUDIT OPINION

In our opinion, the financial report of Super Cheap Auto Pty Ltd is in accordance with:

(a) The Corporations Act 2001, including
  I. giving a true and fair view of the company's financial position as at 30 June 2002 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1; and
  II. complying with Accounting Standards in Australia to the extent described in Note 1 and the Corporations Regulations 2001, and

(b) Other mandatory professional reporting requirements in Australia to the extent described in Note 1.

GRANT THORNTON
Chartered Accountants

Grant Thornton
L.R. Jones

L R JONES
Partner
Brisbane

11 October 2002

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