

**HART SON PEARD AND COMPANY LIMITED**  
**REPORT OF THE DIRECTORS**  
**AND**  
**FINANCIAL STATEMENTS**  
**31ST DECEMBER 1994**



**Company No. 39742**

HART SON PEARD AND COMPANY LIMITED

COMPANY INFORMATION

Directors	B. Wynyates Smith M. Weston Smith
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Secretary	M. Weston Smith
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Company Number	39742
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Registered Office	Lapworth Park Bushwood Lane Lapworth Solihull West Midlands B94 5RJ
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Auditors	Burman & Co Brunswick House Birmingham Road Redditch Worcestershire B97 6DY
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HART SON PEARD AND COMPANY LIMITED

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**HART SON PEARD AND COMPANY LIMITED****REPORT OF THE DIRECTORS**

The directors present their annual report and the audited financial statements for the year ended 31st December 1994.

**STATEMENT OF 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 judgements and estimates that are reasonable and prudent;
- 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.

**PRINCIPAL ACTIVITY**

The company's principal activity continues to be that of business consultants and investment advisers.

**DIRECTORS**

The directors who served during the year and their beneficial interests in the company's issued ordinary share capital were:

	Number of shares	
	1994	1993
B. Wynyates Smith	1,500	1,500
M. Weston Smith	1,500	1,500

Mr. M. Weston Smith retires by rotation and, being eligible, offers himself for re-election.

**AUDITORS**

Messrs. Burman & Co., will be proposed for reappointment in accordance with section 385 of the Companies Act 1985.

This report, which has been prepared taking advantage of the special exemptions conferred by part 2 of schedule 8 of the Companies Act 1985, was approved by the board on 27th October 1995 and signed on their behalf.



**M. WESTON SMITH**  
**SECRETARY**

HART SON PEARD AND COMPANY LIMITEDAUDITORS' REPORT TO THE SHAREHOLDERS OF HART SON PEARD AND COMPANY LIMITED

We have audited the financial statements on pages 3 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

**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 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 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 31st December 1994 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



BURMAN & CO  
CHARTERED ACCOUNTANTS  
AND REGISTERED AUDITORS

REDDITCH  
27th October 1995

HART SON PEARD AND COMPANY LIMITEDPROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31ST DECEMBER 1994

	Notes	1994 £	1993 £
OPERATING INCOME		8,815	6,315
Other Operating Charges		(1,538)	(1,512)
Investment Income Receivable		7,206	8,122
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	14,483	12,925
Taxation	3	2,916	1,150
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		11,567	11,775
Dividend Payable		6,000	10,000
RETAINED PROFIT FOR THE YEAR		5,567	1,775
RETAINED PROFITS BROUGHT FORWARD		117,566	115,791
RETAINED PROFITS CARRIED FORWARD		123,133	117,566

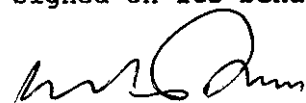
There were no recognised gains or losses for 1994 and 1993 other than those included in the profit and loss account.

HART SON PEARD AND COMPANY LIMITEDBALANCE SHEET  
AS AT 31ST DECEMBER 1994

	Notes	1994		1993	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible Asset	4		15,000		15,000
Investments	5		46,469		46,469
			<u>61,469</u>		<u>61,469</u>
<b>CURRENT ASSETS</b>					
Debtors	6	5,668		10,795	
Investments	7	65,751		58,253	
Cash at Bank		83,213		70,334	
		<u>154,632</u>		<u>139,382</u>	
CREDITORS : amounts falling due within one year	8	77,968		68,285	
		<u>77,968</u>		<u>68,285</u>	
NET CURRENT ASSETS			76,664		71,097
			<u>138,133</u>		<u>132,566</u>
<b>CAPITAL AND RESERVES</b>					
Share Capital	9		15,000		15,000
Profit and Loss Account			123,133		117,566
			<u>138,133</u>		<u>132,566</u>

The directors have taken advantage of the special exemptions conferred by Part 1 of Schedule 8 of the Companies Act 1985 and have done so on the grounds that in their opinion the company is entitled to these exemptions as a small company.

The financial statements were approved by the board on 27th October 1995 and signed on its behalf.



M. WESTON SMITH  
Director

HART SON PEARD AND COMPANY LIMITED

NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 1994

**1. ACCOUNTING POLICIES**

**a. Basis of preparation of financial statements**

The financial statements are prepared under the historical cost convention and include the results of the company's operations which are described in the directors' report and all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No.1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

**b. Consolidation**

The results of the company's subsidiaries have not been consolidated as the directors are of the opinion that the results are immaterial to these financial statements.

A Summary of the Subsidiaries' affairs is provided in Note 8 to the financial statements.

**c. Turnover**

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax.

**d. Deferred taxation**

Provision is only made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, where, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

**2. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION**

This is stated after charging/(crediting) the following:

	1994 £	1993 £
Auditors' Remuneration	450	450
Rent Received	(6,315)	(6,315)
	<u>          </u>	<u>          </u>



HART SON PEARD AND COMPANY LIMITEDNOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 1994**3. TAXATION**

The tax charge on the profit on ordinary activities was as follows:

	1994 £	1993 £
Corporation Tax at 25% (1993 25%) based on the profit for the year	1,953	2,278
Advance Corporation Tax on Investment Income	872	702
(Over)/Under provision of Corporation Tax in previous year	91	(1,830)
	<u>2,916</u>	<u>1,150</u>

**4. Fixed Assets**

Freehold Land	£	£
Cost and Net Book Value at 31st December 1993 and 1994	<u>15,000</u>	<u>101,410</u>

HART SON PEARD AND COMPANY LIMITEDNOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 1994**5. INVESTMENTS**

Investments in subsidiary companies at cost:

	1994 £	1993 £
Midlands Air Training School Limited		
100 Ordinary Shares of £1 each representing a 100% interest in the company.	6,269	6,269
Haven Homes Limited		
100 Ordinary Shares of £1 each representing a 100% interest in the company.	40,200	40,200
	<u>46,469</u>	<u>46,469</u>

The financial statements of Midlands Air Training School Limited and Haven Homes Limited have not been consolidated with these financial statements in accordance with Accounting Policy 1b.

The following are extracts from the subsidiary companies financial statements which are relevant for the understanding of these financial statements:-

	Midland Air Training School Limited 31.12.94 £	Haven Homes Limited 31.12.94 £
Operating Income	-	17,798
Profit on Ordinary Activities before Taxation	-	17,729
Taxation	-	4,390
Profit on Ordinary Activities after Taxation	-	13,339
Net Assets	11,990	47,884

The companies are incorporated in England.

**6. DEBTORS**

	1994 £	1993 £
Trade Debtors	105	-
Advance Corporation Tax Recoverable	5,563	6,668
Corporation Tax	-	4,127
	<u>5,668</u>	<u>10,795</u>

HART SON PEARD AND COMPANY LIMITEDNOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 1994**7. INVESTMENTS**

Quoted Investments:-

	1994 £	1993 £
Cost	67,751	58,253

The market value of these Investments amounted to £95,231 (1993: £95,286).

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

	1994 £	1993 £
Accruals and Deferred Income	2,230	2,617
Corporation Tax	513	-
Advance Corporation Tax Payable	427	2,740
Amount due to Subsidiary Companies	67,572	52,928
Dividend Payable	6,000	10,000
Bank Overdraft	1,226	-
	77,968	68,285

**9. SHARE CAPITAL**

	1994 £	1993 £
Ordinary Shares of £5 each		
Authorised	17,500	17,500
Allotted, Called Up and Fully Paid	15,000	15,000

**10. MOVEMENT IN SHAREHOLDERS' FUNDS**

	1994 £	1993 £
Profit for the year	11,567	11,775
Less: Dividends	(6,000)	(10,000)
Opening shareholders' funds	132,566	130,791
Closing shareholders' funds	138,133	132,566

**11. FUTURE CAPITAL COMMITMENTS**

There are no commitments for capital expenditure not provided in these financial statements and no expenditure has been authorised for which contracts have not been placed (1993: NIL).