

# HOWARDS AND COMPANY (BRENTWOOD) LIMITED

## FINANCIAL STATEMENTS

30TH APRIL 1999

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Company Registration No: 582566

# HOWARDS AND COMPANY (BRENTWOOD) LIMITED

## REPORT OF THE DIRECTORS

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The directors present their report together with the financial statements for the year ended 30th April 1999.

### PRINCIPAL ACTIVITY

The principal activity of the company is that of provision of management services.

### DIRECTORS

The directors who served during the year, and their respective shareholdings at the beginning and end of the year, were as follows:

	£1 Ordinary shares	
	<u>1st May 1998</u>	<u>30th April 1999</u>
Mrs C.F. Carroll	50	50
Mr. J.R. Carroll	40	50
	—	—
	90	100
	—	—

### 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.

# HOWARDS AND COMPANY (BRENTWOOD) LIMITED

## REPORT OF THE DIRECTORS CONTINUED

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### AUDIT

The directors have decided to take advantage of the provisions of section 249A of the Companies Act 1985 and therefore an audit has not been carried out for the year under review.

### SMALL COMPANY RULES

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 1999).

BY ORDER OF THE BOARD

P.A. Mecklenburgh

SECRETARY

22nd February 2000

**HOWARDS AND COMPANY (BRENTWOOD) LIMITED****PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 30TH APRIL 1999**

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	<u>Notes</u>		<u>1998</u>
<b>COMMISSION AND FEES</b>		126,262	93,988
Net operating expenses	3.	(116,987)	(43,857)
		<hr/>	<hr/>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST</b>	4.	9,275	50,131
Interest payable		(6,017)	(4,172)
		<hr/>	<hr/>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		3,258	45,959
Taxation	5.	-	-
		<hr/>	<hr/>
<b>RETAINED PROFIT FOR THE FINANCIAL YEAR</b>		<u>£3,258</u>	<u>£45,959</u>

There are no recognised gains and losses in the year other than the loss for the year, which was derived from continuing operations.

## BALANCE SHEET AT 30TH APRIL 1999

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# HOWARDS AND COMPANY (BRENTWOOD) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

30TH APRIL 1999

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### 1. BASIS OF PREPARING THE FINANCIAL STATEMENTS

At the 30th April 1999, the company's current liabilities exceeded its current assets by £74,416.

J.R. Carroll, a director of the company, has indicated that he will continue to support the company in the foreseeable future. On this basis, the directors consider it appropriate to prepare the financial statements on the going concern basis.

### 2. ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the company's financial statements.

#### a. **Basis of accounting**

These financial statements have been prepared under the historical cost accounting convention and in accordance with applicable accounting standards.

#### b. **Depreciation**

Depreciation is calculated to write off the cost of tangible fixed assets by annual amounts over their expected useful lives.

The following rates of depreciation are employed:

Motor vehicles	25% on reducing balance
Furniture and equipment	10% on reducing balance
Computer equipment	33 1/3% straight line

#### c. **Deferred taxation**

No provision is made for deferred taxation as it is reasonably probable that there will not be an actual tax liability in the foreseeable future arising from the reversal of timing differences.

### 3. NET OPERATING EXPENSES

		<u>1998</u>
Administrative expenses	£116,987	£43,857
	<u>          </u>	<u>          </u>

# HOWARDS AND COMPANY (BRENTWOOD) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS CONTINUED

30TH APRIL 1999

### 4. PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST

The loss is stated after charging or crediting the following: **1998**

Depreciation:

Owned tangible fixed assets	£1,973	£1,867
Assets held under hire purchase contracts	2,998	3,997
	<u>          </u>	<u>          </u>

Income from related companies	£88,371	£45,601
	<u>          </u>	<u>          </u>

### **DIRECTOR'S EMOLUMENTS**

Fees	£ -	£ -
	<u>          </u>	<u>          </u>

### 5. TAXATION

Taxation based on the profits for the year	£ -	£ -
	<u>          </u>	<u>          </u>

### 6. TANGIBLE ASSETS

<u>COST</u>	<u>Computer Equipment</u>	<u>Motor Vehicles</u>	<u>Furniture and Equipment</u>	<u>Total</u>
At 1st May 1998	-	21,384	26,432	47,816
Additions	996	-	628	1,624
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

At 30th April 1999	996	21,384	27,060	49,440
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

### DEPRECIATION

At 1st May 1998	-	7,353	15,743	23,096
Charges in year	332	3,508	1,131	4,971
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

At 30th April 1999	332	10,861	16,874	28,067
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

### NET BOOK VALUE

At 30th April 1999	£664	£10,523	£10,186	£21,373
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

At 30th April 1998	£ -	£14,031	£10,689	£24,720
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

# HOWARDS AND COMPANY (BRENTWOOD) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS CONTINUED

30TH APRIL 1999

### 7. DEBTORS

**1998**

Trade debtors	2,026	2,434
Related companies	36,185	27,791
Other debtors	1,482	3,788
	<hr/>	<hr/>
	£39,693	£34,013
	<hr/>	<hr/>

### 8. CREDITORS: due within one year

Bank overdraft	49,106	45,350
Related companies	8,392	8,156
Taxation and social security	8,788	11,667
Other creditors - clients	73,760	82,015
Other creditors - office	458	2,958
Director's loan account	18,652	-
Accruals	5,413	2,285
Hire purchase	3,834	3,834
	<hr/>	<hr/>
	£168,403	£156,265
	<hr/>	<hr/>

### 9. CREDITORS: due after one year

Hire purchase	£1,323	£5,157
	<hr/>	<hr/>



# HOWARDS AND COMPANY (BRENTWOOD) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS CONTINUED

30TH APRIL 1999

### 10. SHAREHOLDERS' FUNDS

	<u>Called up share capital</u>	<u>Profit and Loss account</u>	<u>Total</u>
Balance at 1st May 1998	100	(57,724)	(57,624)
Transfer from profit and loss account	-	3,258	3,258
	<u>      </u>	<u>      </u>	<u>      </u>
Balance at 30th April 1999	£100	£(54,466)	£(54,366)
	<u>      </u>	<u>      </u>	<u>      </u>
The share capital comprises:			<u>1998</u>
Authorised:			
1,000 ordinary shares of £1 each		£1,000	£1,000
		<u>      </u>	<u>      </u>
Called up, allotted and fully paid:			
100 ordinary shares of £1 each		£100	£100
		<u>      </u>	<u>      </u>

The movements in shareholders' funds in the previous year are set out below:

	<u>Called up share capital</u>	<u>Profit and Loss account</u>	<u>Total</u>
Balance at 1st May 1997	100	(103,682)	(103,582)
Transfer from profit and loss account	-	45,959	45,959
	<u>      </u>	<u>      </u>	<u>      </u>
Balance at 30th April 1998	£100	£(57,723)	£(57,623)
	<u>      </u>	<u>      </u>	<u>      </u>

### 11. DIRECTOR'S INTEREST IN CONTRACTS

The company manages certain properties owned by Mr J.R. Carroll, a director of the company, and charges commission and management fees for these services at commercial rates. At the balance sheet date the amount due to the company from J.R. Carroll on clients' account amounted to £2,802.

Mr J.R. Carroll had a material interest in related companies to whom the following sales, on normal commercial terms, were made during the year:

Westbury Investment Company Limited	£47,882
Longfeld Investment Company Limited	£2,320
MCC Developments Limited	£34,669
Moncrisp Properties Limited	£3,500

**HOWARDS AND COMPANY (BRENTWOOD) LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS CONTINUED**

**30TH APRIL 1999**

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**12. CONTINGENT LIABILITIES**

The company has entered into an arrangement with Westbury Investments Limited and Longfeld Investments Limited giving Lloyds Bank plc the right at any time to combine or consolidate all or any of the bank accounts of these companies.