

694315.

J & B WOOTTON LIMITED

REPORT AND FINANCIAL STATEMENTS

31ST MARCH 1997



J & B WOOTTON LIMITEDDIRECTORS' REPORTFOR THE YEAR ENDED 31ST MARCH 1997

The Directors present their Report and the unaudited financial statements of the company for the year ended 31st March 1997.

The principal activity of the company is that of the investment and letting of property.

The Directors, who served during the year, and their notifiable interests in the allotted shares of the company were as follows:-

| | <u>31st March 1997</u> | <u>1st April 1996</u> |
|-------------|------------------------|-----------------------|
| B F Wootton | 46 | 46 |
| J M Wootton | 14 | 14 |

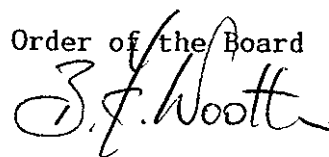
Company law requires the Directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the Directors are required to:-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on a 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 enable us to ensure that the financial statements comply with the Companies Act 1985. The Directors 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.

This report has been prepared taking advantage of the exemptions conferred by Part II of Schedule 8 of the Companies Act 1985, on the grounds that in the opinion of the Directors the company is entitled to these exemptions as a small company.

By Order of the Board


B F Wootton
Director

Company No: 694315

23rd June 1997

J & B WOOTTON LIMITEDBALANCE SHEET31ST MARCH 1997

| | Notes | £ | <u>1 9 9 7</u> | £ | <u>1996</u> £ |
|--|-------|--------|----------------|----------|------------------|
| <u>Tangible Fixed Assets</u> | 2 | | | 300,000 | 300,000 |
| <u>Current Assets</u> | | | | | |
| Debtors | 3 | | - | | 33 |
| Cash at Bank and in Hand | | 36,295 | | | 74,812 |
| | | | | | |
| | | | 36,295 | | 74,845 |
| <u>Creditors : Amounts Falling Due Within One Year</u> | 4 | 55,815 | | | 94,633 |
| | | | | | |
| <u>Net Current Liabilities</u> | | | | (19,520) | (19,788) |
| | | | | | |
| <u>Total Assets Less Current Liabilities</u> | | | | 280,480 | 280,212 |
| <u>Provisions for Liabilities and Charges</u> | | | | | |
| Deferred Taxation | 5 | | 55,450 | | 55,450 |
| | | | | | |
| <u>Net Assets</u> | | | | £225,030 | £224,762 |
| | | | | ===== | ===== |
| <u>Capital and Reserves</u> | | | | | |
| Called Up Share Capital | 6 | | 80 | | 80 |
| Reserves | 7 | | 224,950 | | 224,682 |

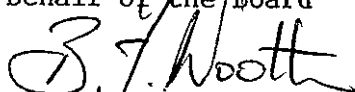
The directors are satisfied that the company was entitled to exemption under subsection 1 of Section 249A of the Companies Act 1985 and that no member or members have requested an audit pursuant to subsection 2 of Section 249B in relation to the accounts for the financial year:-

The directors acknowledge their responsibilities for:-

- i ensuring that the company keeps accounting records which comply with Section 221; and
- ii preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The directors have taken advantage of the special exemptions conferred by Part I 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.

On Behalf of the Board



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B F Wootton - Director

The financial statements were approved by the Board of Directors on 23rd June 1997.

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£225,030

£224,762

The annexed notes form part of these financial statements.

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J & B WOOTTON LIMITEDPROFIT AND LOSS ACCOUNTFOR THE YEAR ENDED 31ST MARCH 1997

| | <u>Notes</u> | <u>1997</u> £ | <u>1996</u> £ |
|--|--------------|------------------|------------------|
| <u>Turnover</u> | | 43,000 | 43,000 |
| Administrative Expenses | | 8,452 | 8,165 |
| | | <hr/> | <hr/> |
| <u>Operating Profit</u> | 9 | 34,548 | 34,835 |
| Interest Payable | 10 | - | 297 |
| Bank Interest Receivable | | (2,647) | (3,639) |
| | | <hr/> | <hr/> |
| <u>Profit on Ordinary Activities Before Taxation</u> | | 37,195 | 38,177 |
| Taxation on Profit on Ordinary Activities | 11 | 8,927 | 9,602 |
| | | <hr/> | <hr/> |
| <u>Profit on Ordinary Activities After Taxation</u> | | 28,268 | 28,575 |
| Dividends | 12 | 28,000 | 28,400 |
| | | <hr/> | <hr/> |
| <u>Profit Transferred to Reserves</u> | | 268 | 175 |
| Retained Profits Brought Forward | | 58,331 | 58,156 |
| | | <hr/> | <hr/> |
| <u>Retained Profits Carried Forward</u> | | £58,599 ===== | £58,331 ===== |

There were no acquisitions and no discontinued operations in the year.

The annexed notes form part of these financial statements.

J & B WOOTTON LIMITEDSTATEMENT OF TOTAL RECOGNISED GAINSFOR THE YEAR ENDED 31ST MARCH 1997

| | <u>1997</u> £ | <u>1996</u> £ |
|--|------------------|------------------|
| <u>Profit for the Financial Year</u> | 28,268 | 28,575 |
| Unrealised Surplus on Revaluation of Properties | - | - |
| Deferred Taxation | - | - |
| | <hr/> | <hr/> |
| <u>Total Recognised Gains Relating to the Year</u> | £28,268 ===== | £28,575 ===== |

J & B WOOTTON LIMITEDNOTES TO THE FINANCIAL STATEMENTS1. Accounting Policies

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same accounts.

- (a) Basis of Accounting. The financial statements are prepared in accordance with the Historical Cost Convention modified by the revaluation of investment properties. The financial statements are prepared in accordance with applicable accounting standards, including SSAP 19, which unlike the detailed rules of the Companies Act does not require depreciation of freehold and long leasehold investment properties. The lack of depreciation is necessary to give a true and fair view for the reason explained in note (b) below.
- (b) Investment Properties are revalued annually at open market value and the surplus or deficit is transferred to investment property revaluation reserve. As these properties are held for investment purposes, not consumption, depreciation is not considered to be relevant.

In accordance with SSAP 19 no depreciation or amortisation is provided in respect of freehold investment properties and leasehold investment properties with over 20 years to run. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount which might otherwise be shown cannot be separately identified or quantified.

- (c) Deferred Taxation represents the taxation attributable to timing differences between profits computed for taxation purposes and profits stated in the financial statements, and have been provided in full on the liability method.
- (d) Cashflow Statements. The company has taken advantage of the exemption in Financial Reporting Standard No.1 from producing a cashflow statement on the ground that it is a small company.

J & B WOOTTON LIMITEDNOTES TO THE FINANCIAL STATEMENTS (cont'd)

| 2. <u>Tangible Fixed Assets</u> | <u>Freehold Investment Property</u> | |
|--|-------------------------------------|------------------|
| <u>Valuation</u> | | |
| As at 1st April 1996 and 31st March 1997 | £300,000 | ===== |
| The cost and valuations were as follows:- | | |
| Cost | 78,199 | |
| Valuation 31/3/86 | 146,801 | |
| Valuation 31/3/91 | 50,000 | |
| Valuation 31/3/94 | 25,000 | |
| | £300,000 | ===== |
| The valuation at the above dates were carried out by the Directors at open market value. The Directors do not consider there has been any change in the value since 31st March 1994. | | |
| 3. <u>Debtors</u> | <u>1997</u> | <u>1996</u> |
| Other Debtors | £- | £33 |
| | == | == |
| 4. <u>Creditors : Amounts Falling Due Within One Year</u> | <u>1997</u> £ | <u>1996</u> £ |
| Trade Creditors | 10,750 | - |
| Social Security Costs and Other Taxes | 2,130 | - |
| Accruals | 815 | 780 |
| Unsecured Loans | 15,477 | 67,271 |
| Proposed Dividends | 19,645 | 17,000 |
| Corporation Tax | 6,998 | 9,582 |
| | £55,815 | £94,633 |
| | ===== | ===== |
| 5. <u>Deferred Taxation</u> | <u>1997</u> | <u>1996</u> |
| As at 1st April 1996 and 31st March 1997 | £55,450 | £55,450 |
| | ===== | ===== |

J & B WOOTTON LIMITEDNOTES TO THE FINANCIAL STATEMENTS (cont'd)

| | | |
|---|-------------------|--|
| 6. <u>Called Up Share Capital</u> | <u>1997</u> | <u>1996</u> |
| Ordinary Shares of £1 each Authorised | £100 ===== | £100 ===== |
| Ordinary Shares of £1 each Allotted and Fully Paid | £80 ===== | £80 ===== |
| 7. <u>Reserves</u> | | |
| | <u>Total</u> £ | <u>Profit and Loss Account</u> £ |
| As at 1st April 1996 | 224,682 | 58,331 |
| Profit for the Year | 268 | 268 |
| As at 31st March 1997 | £224,950 | £58,599 |
| | | <u>Investment Revaluation Reserve</u> £ |
| | | 166,351 |
| | | - |
| | | £166,351 |
| 8. <u>Reconciliation of Movements in Shareholders Funds</u> | <u>1997</u> £ | <u>1996</u> £ |
| Profit for the Financial Year | 28,268 | 28,575 |
| Dividends | 28,000 | 28,400 |
| Net Addition to Shareholders Funds | 268 | 175 |
| Opening Shareholders Funds | 224,762 | 224,587 |
| Closing Shareholders Funds | £225,030 ===== | £224,762 ===== |
| 9. <u>Operating Profit is stated after charging:</u> | <u>1997</u> | <u>1996</u> |
| Directors' Remuneration | £3,168 ===== | £3,000 ===== |
| 10. <u>Interest Payable</u> | <u>1997</u> £ | <u>1996</u> £ |
| Interest on Unpaid Tax | - | 231 |
| Bank Interest | - | 66 |
| | £ - ===== | £297 ===== |

J & B WOOTTON LIMITEDNOTES TO THE FINANCIAL STATEMENTS (cont'd)

| 11. <u>Taxation on Profit on Ordinary Activities</u> | <u>1997</u> | <u>1996</u> |
|--|-------------|-------------|
| Corporation Tax @ 24%-25% | £8,927 | £9,602 |
| | ===== | ===== |

The company is a close company under the provisions of the Income and Corporation Taxes Act 1988.

| 12. <u>Dividends</u> | <u>1997</u> | <u>1996</u> |
|----------------------------|-------------|-------------|
| | £ | £ |
| Paid £104.44 per share | 8,355 | 11,400 |
| Proposed £245.56 per share | 19,645 | 17,000 |
| | ----- | ----- |
| | £28,000 | £28,400 |
| | ===== | ===== |

13. Related Party Disclosures

For the whole of the year the company was under the control of Mr B F Wootton and Mrs J M Wootton, shareholders and directors of the company.