

ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 30 APRIL 2005  
FOR  
JOHNSON BROS COAL FACTORS LTD



# **JOHNSON BROS COAL FACTORS LTD**

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# JOHNSON BROS COAL FACTORS LTD

## COMPANY INFORMATION FOR THE YEAR ENDED 30 APRIL 2005

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**DIRECTORS:**

R A Johnson  
K Johnson  
M Johnson  
V H Johnson

**SECRETARY:**

R A Johnson

**REGISTERED OFFICE:**

Furze Bank  
34 Hanover Street  
Swansea  
SA1 6BA

**REGISTERED NUMBER:**

761527 (England and Wales)

**AUDITORS:**

Gerald Thomas & Co  
Chartered Accountants  
Furze Bank  
34 Hanover Street  
Swansea  
SA1 6BA

**BANKERS:**

Barclays Bank Plc  
1-6 Pockets Wharf  
Swansea  
SA1 3XL

**REPORT OF THE INDEPENDENT AUDITORS TO  
JOHNSON BROS COAL FACTORS LTD  
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

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We have examined the abbreviated accounts on pages three to eight, together with the full financial statements of the company for the year ended 30 April 2005 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

**Basis of opinion**

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages three to eight are properly prepared in accordance with those provisions.

*Gerald Thomas & Co*

Gerald Thomas & Co  
Chartered Accountants  
Furze Bank  
34 Hanover Street  
Swansea  
SA1 6BA

Date *27 February 2006*


# JOHNSON BROS COAL FACTORS LTD

## ABBREVIATED BALANCE SHEET 30 APRIL 2005

	Notes	2005 £	2004 £
<b>FIXED ASSETS</b>			
Tangible assets	2	45,291	6,112
Investments	3	4,246,614	4,070,698
		<u>4,291,905</u>	<u>4,076,810</u>
<b>CURRENT ASSETS</b>			
Stocks		28,300	30,700
Debtors		372,081	332,177
Cash in hand		100	100
		<u>400,481</u>	<u>362,977</u>
<b>CREDITORS</b>			
Amounts falling due within one year	4	2,211,464	2,384,798
<b>NET CURRENT LIABILITIES</b>		<u>(1,810,983)</u>	<u>(2,021,821)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		2,480,922	2,054,989
<b>CREDITORS</b>			
Amounts falling due after more than one year	4	1,374,439	943,055
<b>NET ASSETS</b>		<u>1,106,483</u>	<u>1,111,934</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	5	500	500
Revaluation reserve		888,060	888,060
Profit and loss account		217,923	223,374
<b>SHAREHOLDERS' FUNDS</b>		<u>1,106,483</u>	<u>1,111,934</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

### ON BEHALF OF THE BOARD:

  
.....  
M Johnson - Director

  
.....  
V H Johnson - Director

Approved by the Board on 27/2/06

The notes form part of these abbreviated accounts

# JOHNSON BROS COAL FACTORS LTD

## NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 APRIL 2005

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### 1. ACCOUNTING POLICIES

#### **Basis of preparing the financial statements**

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings.

#### **Accounting convention**

They are also prepared on the basis that the company will continue as a going concern which assumes the continued support of the company's bankers, loan creditors, directors and connected companies. The financial statements do not include any adjustments which would result from a withdrawal of such support.

#### **Turnover**

Turnover represents amounts receivable for goods and services net of VAT and trade discounts, together with rental income from investment properties.

#### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 20% on cost
Fixtures and fittings	- 10% on cost
Motor vehicles	- 25% on cost

#### **Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

#### **Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

#### **Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

#### **Investment properties**

Investment properties are included in the balance sheet at their open market value. Depreciation is provided only on those properties which are leasehold and where the unexpired lease term is less than 20 years.

Although this accounting policy is in accordance with the applicable accounting standard, SSAP 19, Accounting for Investment Properties, it is a departure from the general requirement of the Companies Act 1985 for all tangible assets to be depreciated. In the opinion of the directors compliance with the standard is necessary for the financial statements to give a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount of this which might otherwise have been charged cannot be separately identified or quantified.

#### **Investments**

Fixed asset investments are stated at cost less provision for diminution in value.

# JOHNSON BROS COAL FACTORS LTD

## NOTES TO THE ABBREVIATED ACCOUNTS - continued FOR THE YEAR ENDED 30 APRIL 2005

### 1. ACCOUNTING POLICIES - continued

#### Group accounts

The financial statements present information about the company as an individual undertaking and not about its group. The company and its subsidiary undertaking comprise a small-sized group. The company has therefore taken advantage of the exemptions provided by Section 248 of the Companies Act 1985 not to prepare group accounts.

### 2. TANGIBLE FIXED ASSETS

	Total £
<b>COST</b>	
At 1 May 2004	213,868
Additions	52,310
Disposals	(40,000)
At 30 April 2005	226,178
<b>DEPRECIATION</b>	
At 1 May 2004	207,756
Charge for year	13,130
Eliminated on disposal	(39,999)
At 30 April 2005	180,887
<b>NET BOOK VALUE</b>	
At 30 April 2005	45,291
At 30 April 2004	6,112

### 3. FIXED ASSET INVESTMENTS

	2005 £	2004 £
Shares in group undertakings	2,001	2,001
Other investments not loans	4,244,613	4,068,697
	4,246,614	4,070,698

# JOHNSON BROS COAL FACTORS LTD

## NOTES TO THE ABBREVIATED ACCOUNTS - continued FOR THE YEAR ENDED 30 APRIL 2005

### 3. FIXED ASSET INVESTMENTS - continued

Additional information is as follows:

	Shares in group undertakings £	Investment properties £	Totals £
<b>COST OR VALUATION</b>			
At 1 May 2004	87,000	4,061,797	4,148,797
Additions	-	175,916	175,916
At 30 April 2005	87,000	4,237,713	4,324,713
<b>PROVISIONS</b>			
At 1 May 2004 and 30 April 2005	84,999	-	84,999
<b>NET BOOK VALUE</b>			
At 30 April 2005	2,001	4,237,713	4,239,714
At 30 April 2004	2,001	4,061,797	4,063,798

Investments (neither listed nor unlisted) were as follows:

	2005 £	2004 £
Other investments	6,900	6,900

The company's investments at the balance sheet date in the share capital of companies include the following:

**Johnson Bros Coal Traders Limited**  
Country of incorporation: England and Wales  
Nature of business: Coal Trader

	% holding	2005 £	2004 £
Class of shares: Ordinary	100.00		
Aggregate capital and reserves (Loss)/Profit for the year		1,594 (30)	1,624 215

**Quotecast Limited**  
Country of incorporation: England and Wales  
Nature of business: Dormant

	% holding	2005 £	2004 £
Class of shares: Ordinary	100.00		
Aggregate capital and reserves Loss for the year		(479,788) (1,152)	(478,636) (353)



# JOHNSON BROS COAL FACTORS LTD

## NOTES TO THE ABBREVIATED ACCOUNTS - continued FOR THE YEAR ENDED 30 APRIL 2005

### 4. CREDITORS

The following secured debts are included within creditors:

	2005 £	2004 £
Bank overdrafts	847,968	684,446
Bank loans	1,407,681	1,005,055
	<u>2,255,649</u>	<u>1,689,501</u>

Creditors include the following debts falling due in more than five years:

	2005 £	2004 £
Repayable by instalments		
Bank loans more than 5 years by instalments	1,089,681	687,055
	<u>1,089,681</u>	<u>687,055</u>

### 5. CALLED UP SHARE CAPITAL

Authorised: Number:	Class:	Nominal value:	2005 £	2004 £
5,000	Ordinary	£1	<u>5,000</u>	<u>5,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2005 £	2004 £
500	Ordinary	£1	<u>500</u>	<u>500</u>

### 6. TRANSACTIONS WITH DIRECTORS

The following loans to directors subsisted during the year ended 30 April 2005:

	£
<b>R A Johnson</b>	
Balance outstanding at start of year	-
Balance outstanding at end of year	6,562
Maximum balance outstanding during year	<u>6,562</u>
<b>K Johnson</b>	
Balance outstanding at start of year	-
Balance outstanding at end of year	17,570
Maximum balance outstanding during year	<u>17,570</u>

# JOHNSON BROS COAL FACTORS LTD

## NOTES TO THE ABBREVIATED ACCOUNTS - continued FOR THE YEAR ENDED 30 APRIL 2005

### TRANSACTIONS WITH DIRECTORS - continued

#### M Johnson

Balance outstanding at start of year	-
Balance outstanding at end of year	42,741
Maximum balance outstanding during year	<u>42,741</u>

#### V H Johnson

Balance outstanding at start of year	-
Balance outstanding at end of year	42,974
Maximum balance outstanding during year	<u>42,974</u>

The directors have given personal guarantees of £200,000 each to the company's lenders in respect of the loan to finance the acquisition of investment properties.

### 7. RELATED PARTY DISCLOSURES

During the year the company incurred expenditure on behalf of one of its subsidiaries of £7,660 (2004: £10,015), and in addition made a management charge of £nil (2004: £11,000). The amounts due to and from subsidiaries are as disclosed at notes 6 and 7 to the financial statements.

The company also made sales to and purchases from connected companies of £nil (2004: £7,727) and £17,090 (2004: £37,074 ) respectively , recharged expenses of £14,000 (2004: £14,000), and charged a management fee of £nil (2004: £96,000). The names of the connected companies concerned are Abertawe Transport Limited , J R Anthony ( Haulage ) Limited and D F & A M Bevan Limited. The amounts due to and from these companies are as disclosed at notes 6 and 7 to the financial statements.

The company has raised a management charge of £10,000 (2004: £20,000) to Kingsway Property Partnership, a business under the control of Messrs R A Johnson, K Johnson, M Johnson and V H Johnson. The amount due from the Partnership at the balance sheet date was £84,010 ( 2004 :- £74,145 ).

### 8. CONTROL

The company is controlled by its directors.