

Registrar

WALSH (GLAZING CONTRACTORS) LIMITED

FINANCIAL STATEMENTS

for the year ended

31 December 1997

Company registration number : 894187



Roger Lugg & Co

Chartered Accountants

WALSH (GLAZING CONTRACTORS) LIMITED

COMPANY INFORMATION

DIRECTORS Peter M Walsh (chairman)
 Patricia J Walsh
 Peter J Walsh

SECRETARY Patricia J Walsh

REGISTERED OFFICE 12/14 High Street
 Caterham
 Surrey CR3 5UA

AUDITORS Roger Lugg & Co
 12/14 High Street
 Caterham
 Surrey CR3 5UA

BANKERS Allied Irish Bank plc
 77 High Street
 Croydon
 Surrey CR0 1QE

WALSH (GLAZING CONTRACTORS) LIMITED

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 1998 annual general meeting of the members of Walsh (Glazing Contractors) Limited will be held at the registered office on Thursday, 29 October 1998, at 1.00pm.

AGENDA

1. To receive the reports of the directors and the auditors and the statement of accounts for the year ended 31 December 1997.
2. To confirm the directors' remuneration.
3. To re-elect directors.
4. To re-appoint the auditors and authorise the directors to fix the remuneration.
5. To transact any other ordinary business of the company.

A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of him. A proxy need not be a member of the company.

ON BEHALF OF THE BOARD

.....*P.M. Walsh*.....
DIRECTOR

12/14 High Street
Caterham
Surrey CR3 5UA

29 October 1998

WALSH (GLAZING CONTRACTORS) LIMITED

DIRECTORS' REPORT

The directors present their report to the members of the company, together with the audited accounts for the year ended 31 December 1997.

PRINCIPAL ACTIVITY

The principal activity of the company, which is unchanged from last year, is that of glazing contractors.

BUSINESS REVIEW, FUTURE DEVELOPMENTS AND EVENTS SINCE THE YEAR END

The results for the year are as set out in the profit and loss account on page 7.

DIVIDEND AND RESERVES

The directors do not recommend that a dividend is paid in respect of the year ended 31 December 1997. The loss of £ 422 is transferred to the profit and loss account.

DIRECTORS

The directors at 31 December 1997, and their beneficial interests in the shares of the company, were as follows :

	£1 ordinary shares	
	1997	1996
Peter M Walsh	800	800
Patricia J Walsh	200	200
Peter J Walsh	Nil	Nil

There have been no changes in the directors' shareholdings between 31 December 1997 and the date of this report.

Peter J Walsh retires by rotation and, being eligible, offers himself for re-election.

No director had a material interest in any contract during the year.

WALSH (GLAZING CONTRACTORS) LIMITED

DIRECTORS' REPORT

FIXED ASSETS

The changes in fixed assets are detailed in note 7 to the accounts. In the opinion of the directors, the market value of the company's freehold land and buildings is £148,000. These were valued by Andrews Building Surveying Services, Chartered Surveyors, on 18 June 1993 and in their opinion the open market value was £148,000 at that time.

AUDITORS

A resolution to re-appoint Roger Lugg & Co as auditors of the company will be proposed at the annual general meeting.

ON BEHALF OF THE BOARD

.....*P.M. Walsh*.....
DIRECTOR

29 October 1998

WALSH (GLAZING CONTRACTORS) LIMITED

DIRECTORS' RESPONSIBILITIES FOR PREPARING THE FINANCIAL STATEMENTS

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 year. 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;
- * state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- * 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 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.

Director..... *P.M. Walsh*

AUDITORS' REPORT

to the members of

WALSH (GLAZING CONTRACTORS) LIMITED

We have audited the financial statements on pages 7 to 13 which have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets, and the accounting policies set out on page 9.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 5 the company's directors are responsible for the preparation of the 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 mis-statement, 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 31 December 1997 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



ROGER LUGG & CO
CHARTERED ACCOUNTANTS
AND REGISTERED AUDITORS

12/14 High Street
Caterham
Surrey CR3 5UA

29 October 1998

WALSH (GLAZING CONTRACTORS) LIMITED

PROFIT AND LOSS ACCOUNT

for the year ended 31 December 1997

		1997	1996
	Note	£	£
TURNOVER	1	507,038	539,600
Cost of sales		(323,830)	(364,499)
GROSS PROFIT		183,208	175,101
Net operating expenses	2	(155,595)	(158,739)
OPERATING PROFIT	3	27,613	16,362
Net interest	5	(22,938)	(14,812)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		4,675	1,550
Tax on profit on ordinary activities	6	(5,097)	(878)
(LOSS)/PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		(422)	672
Dividend		-	-
TRANSFER TO REVENUE RESERVE	13	£ (422)	£ 672

There are no gains or losses for the year other than those shown above.

RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

(Loss)/profit for the financial year	(422)	672
Dividends	-	-
Net movement in shareholders' funds	(422)	672
Shareholders' funds at 1 January 1997	48,172	47,500
Shareholders' funds at 31 December 1997	£ 47,750	£ 48,172

WALSH (GLAZING CONTRACTORS) LIMITED

BALANCE SHEET

At 31 December 1997

	Note	1997 £	1996 £
FIXED ASSETS			
Tangible assets	7	<u>187,235</u>	<u>171,071</u>
CURRENT ASSETS			
Stocks	8	87,250	93,989
Debtors	9	<u>101,506</u>	<u>121,174</u>
		188,756	215,163
CREDITORS : due within one year	10	<u>(314,802)</u>	<u>(319,884)</u>
NET CURRENT LIABILITIES		<u>(126,046)</u>	<u>(104,721)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		61,189	66,350
CREDITORS : due after one year	11	<u>(13,439)</u>	<u>(18,178)</u>
NET ASSETS		<u>£ 47,750</u>	<u>£ 48,172</u>
CAPITAL AND RESERVES			
Called up share capital	12	1,000	1,000
Profit and loss account	13	(83,021)	(82,599)
Revaluation reserve		<u>129,771</u>	<u>129,771</u>
		<u>£ 47,750</u>	<u>£ 48,172</u>

.....*P.M. Walsh*.....Director

These accounts were approved by the board on 29 October 1998

WALSH (GLAZING CONTRACTORS) LIMITED

NOTES TO THE ACCOUNTS

for the year ended 31 December 1997

1. PRINCIPAL ACCOUNTING POLICIES

Basis of accounting

The accounts have been prepared in accordance with applicable accounting standards, as modified by the revaluation of the freehold land and buildings, with the exception that no depreciation has been provided on the company's freehold property, as required by Statement of Accounting Practice 12.

In the opinion of the directors, all operations are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard 1 from producing a cash flow statement, as it qualifies as a small company under the Companies Act 1985.

Fixed assets and depreciation

Fixed assets are stated at cost. Depreciation is provided at the following rates to write the assets down over their estimated useful lives :

Motor vehicles	25% on reducing balance
Office equipment	15% on reducing balance
Assets under financial leases	25% on reducing balance

Turnover

Turnover represents net invoiced sales, excluding VAT.

Stocks

Stocks are valued at the lower of cost and net realisable value.

Finance leases

Assets obtained under finance leases result in the transfer of substantially all the risks and rewards of ownership and are therefore capitalised as tangible fixed assets.

Deferred taxation

Deferred taxation is provided on timing differences which will probably reverse, at the rates likely to be in force at the time of the reversal.

Pensions

The company has a defined contribution pension scheme. The cost of contributions made by the company to the scheme is charged to the profit and loss account as incurred.

	1997 £	1996 £
2. NET OPERATING EXPENSES		
Administrative expenses	£ 155,595	£ 158,739

WALSH (GLAZING CONTRACTORS) LIMITED

NOTES TO THE ACCOUNTS

for the year ended 31 December 1997

	1997 £	1996 £
3. OPERATING PROFIT		
Operating profit is stated after charging :		
Auditors' remuneration including non audit services	£ 5,500	£ 4,500
Depreciation - owned assets	£ 13,078	£ 7,034
Hire of plant and machinery	£ 1,776	£ 529
4. DIRECTORS AND EMPLOYEES		
Average number of employees		
Administration	3	4
Works	7	7
	10	11
Staff costs, including directors		
Salaries, wages & employment costs	79,162	85,727
Social security costs	6,271	6,941
Pension scheme contributions	8,674	4,875
	£ 94,107	£ 97,543
5. NET INTEREST		
Bank interest payable		
Bank interest	12,075	8,073
Loan interest	2,938	4,880
Hire purchase interest	-	812
VAT surcharge	7,215	1,047
Lease finance charges	710	-
	£ 22,938	£ 14,812
6. TAXATION		
Tax on profit on ordinary activities		
UK corporation tax at 21% & 24%	£ 5,097	£ 878

WALSH (GLAZING CONTRACTORS) LIMITED

NOTES TO THE ACCOUNTS

for the year ended 31 December 1997

7. TANGIBLE ASSETS

	Freehold land and buildings	Motor vehicles	Office equipment	Total
	£	£	£	£
Cost/Revaluation				
At 1 January 1997	148,000	77,249	18,694	243,943
Additions	-	30,000	610	30,610
Disposals	-	(14,000)	-	(14,000)
At 31 December 1997	<u>148,000</u>	<u>93,249</u>	<u>19,304</u>	<u>260,553</u>
Depreciation				
At 1 January 1997	-	58,357	14,515	72,872
Annual charge	-	11,882	1,196	13,078
Disposals	-	(12,632)	-	(12,632)
At 31 December 1997	<u>-</u>	<u>57,607</u>	<u>15,711</u>	<u>73,318</u>
Net Book Values				
At 31 December 1997	<u>£ 148,000</u>	<u>£ 35,642</u>	<u>£ 3,593</u>	<u>£87,235</u>
At 31 December 1996	<u>£ 148,000</u>	<u>£ 18,892</u>	<u>£ 4,179</u>	<u>£71,071</u>

The net book value of tangible fixed assets includes £ 22,500 (1996 - £ 12,636) in respect of assets held under finance leases.

	1997 £	1996 £
Commitments for capital expenditure were :	<u>£ Nil</u>	<u>£ Nil</u>

8. STOCKS

Raw materials and consumables	<u>£ 87,250</u>	<u>£ 93,989</u>
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WALSH (GLAZING CONTRACTORS) LIMITED

NOTES TO THE ACCOUNTS

for the year ended 31 December 1997

	1997 £	1996 £
9. DEBTORS		
Trade debtors	96,651	89,663
Due from related undertakings	-	11,898
Other debtors	2,443	16,206
Prepayments	2,412	3,407
	<u>£ 101,506</u>	<u>£ 121,174</u>

10. CREDITORS

Due within one year		
Bank loan	18,231	19,891
Bank overdraft	111,195	78,196
Trade creditors	60,183	74,024
Due to related undertakings	100,071	107,548
Finance lease obligations	10,113	-
Corporation tax	4,855	12,827
Other tax and social security costs	1,988	21,853
Accruals and deferred income	8,166	5,545
	<u>£ 314,802</u>	<u>£ 319,884</u>

The bank loan and overdraft are secured by a mortgage debenture over the assets of the company, dated 21 February 1992, and a first legal mortgage over the company's freehold property, dated 27 May 1977.

11. CREDITORS

Due after one year		
Bank loan	-	18,178
Finance lease obligations	13,439	-
	<u>£ 13,439</u>	<u>£ 18,178</u>

WALSH (GLAZING CONTRACTORS) LIMITED

NOTES TO THE ACCOUNTS

for the year ended 31 December 1997

	1997 £	1996 £
12. SHARE CAPITAL		
Authorised		
1,000 ordinary shares of £1 each	£ 1,000	£ 1,000
Allotted, called up and fully paid		
1,000 ordinary shares of £1 each	£ 1,000	£ 1,000
 13. PROFIT AND LOSS ACCOUNT		
At 1 January 1997	(82,599)	(83,271)
(Loss)/profit for the year	(422)	672
At 31 December 1997	£ (83,021)	£ (82,599)

14. RELATED PARTY TRANSACTIONS

During the year, Walsh Glazing Contractors Limited showed movements on the intercompany balances as follows:

	Payments made on behalf of Walsh Glazing	Payments made by Walsh Glazing
Compactor Services Limited	£ 2,981	£ -
South East London Builders Limited	£ 12,000	£ -
At 31 December 1997 there were balances outstanding as follows:		
Due to related parties		
South East London Builders Limited		£ 96,821
Compactor Services Limited		£ 3,250