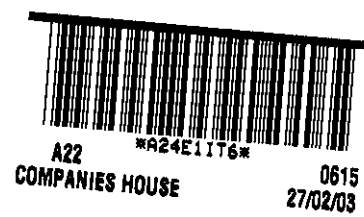


Registration Number 896979

**REES INDUSTRIES LIMITED**

**Directors' Report and Financial Statements**

**for the year ended 30 April 2002**



## **REES INDUSTRIES LIMITED**

### **Company Information**

Directors	Richard Royston Davies Margaret Eileen Davies
Secretary	Miss S Davies
Company Number	896979
Registered Office	Saron Works Bynea Llanelli
Bankers	HSBC Bank PLC Llanelli

# **REES INDUSTRIES LIMITED**

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# REES INDUSTRIES LIMITED

## Directors' Report for the year ended 30 April 2002

The directors present their report and the financial statements for the year ended 30 April 2002.

### Directors and their Interests

The directors who served during the year and their interests in the company are as stated below:

	Ordinary shares	
	2002	2001
R.R.Davies Esq.	1,250	1,250
Mrs M.E.Davies	-	-

R.R. Davies retires from the board by rotation and being eligible, offers himself for re-election.

### 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 the affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to:

- select suitable accounting policies and 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 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.

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on 26/2/03 2003 and signed on its behalf by

Miss S Davies

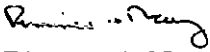
Secretary

S. Davies

**REES INDUSTRIES LIMITED**

**Accountants' Report on the Unaudited Financial Statements to the Directors of  
REES INDUSTRIES LIMITED**

As described on the Balance Sheet you are responsible for the preparation of the financial statements for the year ended 30 April 2002 set out on pages 3 to 8 and you consider that the company is exempt from an audit. In accordance with your instructions we have compiled these unaudited financial statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to us.

  
**Rimmer & May**

**19 Murray Street  
Llanelli  
Carmarthenshire**

**Date:** 26 FEBRUARY 2002

# REES INDUSTRIES LIMITED

## Profit and Loss Account for the year ended 30 April 2002

		2002	2001
	Notes	£	£
Rental Income		2,440	1,240
Administrative expenses		(3,559)	(1,899)
<b>Operating loss</b>	<b>2</b>	<u>(1,119)</u>	<u>(659)</u>
Interest receivable and similar income		<u>11</u>	<u>53</u>
<b>Loss on ordinary activities before taxation</b>		(1,108)	(606)
Tax on loss on ordinary activities	<b>3</b>	<u>1</u>	<u>1</u>
<b>(Loss) for the year</b>		<u>(1,107)</u>	<u>(605)</u>
Retained profit brought forward		141,032	141,637
<b>Retained profit carried forward</b>		<u>139,925</u>	<u>141,032</u>

The notes on pages 6 to 8 form an integral part of these financial statements.

# REES INDUSTRIES LIMITED

## Balance Sheet as at 30 April 2002

		2002		2001	
	Notes	£	£	£	£
<b>Fixed Assets</b>					
Tangible assets	4		20,897		21,555
<b>Current Assets</b>					
Debtors	5	122,379		121,306	
Bank Account		526		3	
Bank Deposit Account		-		489	
Premium Business Account		-		1,680	
		<u>122,905</u>		<u>123,478</u>	
<b>Creditors: amounts falling due within one year</b>	6	<u>(1,377)</u>		<u>(1,501)</u>	
<b>Net Current Assets</b>			<u>121,528</u>		<u>121,977</u>
<b>Total Assets Less Current Liabilities</b>			<u>142,425</u>		<u>143,532</u>
<b>Capital and Reserves</b>					
Called up share capital	7		2,500		2,500
Profit and loss account			<u>139,925</u>		<u>141,032</u>
<b>Shareholders' Funds</b>			<u>142,425</u>		<u>143,532</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 6 to 8 form an integral part of these financial statements.

**REES INDUSTRIES LIMITED**

**Balance Sheet (continued)**

**Directors' statements required by Section 249B(4)  
for the year ended 30 April 2002**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 30 April 2002 and

(c) that we acknowledge our responsibilities for:

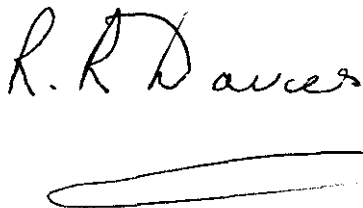
(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are 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 2000).

The financial statements were approved by the Board on 26/2/03 2003 and signed on its behalf by

**Richard Royston Davies**  
Director



The notes on pages 6 to 8 form an integral part of these financial statements.



# REES INDUSTRIES LIMITED

## Notes to the Financial Statements for the year ended 30 April 2002

### 1. Accounting Policies

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

#### 1.1. Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

#### 1.2. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land and buildings	-	Straight Line over fifty years
Plant and machinery	-	25% Reducing Balance
Fixtures, fittings and equipment	-	25% Reducing Balance

#### 1.3. Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

### 2 Operating loss

	2002	2001
	£	£
Operating loss is stated after charging:		
Depreciation and other amounts written off tangible assets	<u>658</u>	<u>660</u>

### 3 Taxation

	2002	2001
	£	£
UK current year taxation		
UK Corporation Tax	<u>(1)</u>	<u>(1)</u>

# REES INDUSTRIES LIMITED

## Notes to the Financial Statements for the year ended 30 April 2002

..... continued

### 4 Tangible fixed assets

	Land and buildings freehold	Plant and machinery	Fixtures, fittings and equipment	Total
	£	£	£	£
<b>Cost</b>				
At 1 May 2001				
At 30 April 2002	32,620	34,362	2,472	69,454
<b>Depreciation</b>				
At 1 May 2001	11,088	34,344	2,467	47,899
Charge for the year	652	5	1	658
At 30 April 2002	11,740	34,349	2,468	48,557
<b>Net book values</b>				
At 30 April 2002	20,880	13	4	20,897
At 30 April 2001	21,532	18	5	21,555

There was no capital expenditure either contracted for or authorised but not contracted for at 30 April 2002 (2001 Nil)

### 5 Debtors

	2002 £	2001 £
Rees Metals Limited (Note 9)	122,379	121,303
Other debtors	-	3
	<u>122,379</u>	<u>121,306</u>

### 6 Creditors: amounts falling due within one year

	2002 £	2001 £
Trade Creditors & Accrued Expenses	761	885
Llanelli Foundry Limited (Note 9)	616	616
	<u>1,377</u>	<u>1,501</u>

# REES INDUSTRIES LIMITED

## Notes to the Financial Statements for the year ended 30 April 2002

..... continued

7	Share capital	2002 £	2001 £
	<b>Authorised</b>		
	2,500 Ordinary shares of £1 each	<u>2,500</u>	<u>2,500</u>
	<b>Allotted, called up and fully paid</b>		
	2,500 Ordinary shares of £1 each	<u>2,500</u>	<u>2,500</u>

### 8 Transactions with directors

The following directors had interest free loans during the year. The movements on these loans are as follows:

	Amount Owing		Maximum
	2002	2001	in year
	£	£	£
Richard Royston Davies	-	1	1

### 9 Related party transactions

Llanelli Foundry Limited is a company whose director is a brother of Mr.R.R.Davies, a director of Rees Industries Limited. There were no transactions with this company during the year.

Rees Metals Limited owns 1250 Ordinary Shares in Rees Industries Limited which represents 50% of the total share capital of Rees Industries Limited. R.R.Davies, a director of Rees Industries Limited, is also a director of Rees Metals Limited. During the year Rees Industries Limited was charged £1000 for management expenses by Rees Metals Limited and Rees Industries Limited charged Rees Metals £1000 for the rental of assets.£1,440 of Rees Industries Limited' rental income was banked in Rees Metals Limited during the year.Rees Industries paid £223.84 on behalf of Rees Metals Limited and Rees Metals Limited paid £587.50 on behalf of Rees Industries Limited in the year.

### 10 Controlling interest

The company is controlled by one of its directors, R R Davies.

# REES INDUSTRIES LIMITED

## Detailed Trading Profit and Loss Account and Expenses Schedule for the year ended 30 April 2002

	2002		2001	
	£	£	£	£
Rental of Premises		1,440		240
Rental of Assets		1,000		1,000
		<u>2,440</u>		<u>1,240</u>
<b>Administrative expenses</b>				
Management Expenses	1,000		1,000	
Legal and professional	1,588		-	
Accountancy	170		224	
Bank Charges	128		-	
Sundry Expenses	15		15	
Depreciation on Freehold Property	652		652	
Depreciation on Plant and Equipment	5		6	
Depreciation on Fixtures & Fittings	1		2	
		<u>3,559</u>		<u>1,899</u>
<b>Operating loss</b>		(1,119)		(659)
<b>Other income and expenses</b>				
<b>Interest receivable</b>				
Bank deposit interest	11		53	
		<u>11</u>		<u>53</u>
<b>Net loss for the year</b>		<u>(1,108)</u>		<u>(606)</u>