

JOHNSONS (BURSCOUGH) LIMITED
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 FEBRUARY 2000



COMPANY NO.897284
REGISTERED IN ENGLAND & WALES

JOHNSONS (BURSCOUGH) LIMITED

REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 29 FEBRUARY 2000

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JOHNSONS (BURSCOUGH) LIMITED

DIRECTORS' REPORT

The directors present their report and the audited financial statements for the year ended 29 February 2000

PRINCIPAL ACTIVITIES

The principal activity of the company is that of haulage contractors

DIRECTORS AND DIRECTORS' INTERESTS

The directors in office in the year and their beneficial interests in the company's issued ordinary share capital were as follows:

	2000	1999
Frank Johnson	500	500
Ronald Johnson	500	500
Brian Johnson	500	500
Alan Johnson (retired 19 June 1999)	-	500
Ian Johnson	500	-
Mark Johnson	500	-
Allan Johnson	500	-

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 accounts 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.


AUDITORS

The auditors, Haslam & Co will be proposed for reappointment in accordance with Section 385 of the Companies Act 1985.

In preparing the above report, the directors have taken advantage of special provisions of Part VII of the Companies Act 1985 relating to small companies.

BY ORDER OF THE BOARD

Director



AUDITORS' REPORT

TO THE MEMBERS OF JOHNSONS (BURSCOUGH) LIMITED

We have audited the financial statements on pages 4 to 9 which have been prepared in accordance with and the accounting policies set out on page 4.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 2, 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 financial 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 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 misstatement, 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 29 February 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Haslam & Co.

Haslam & Co.
Chartered Accountants
& Registered Auditors
7 Riversway Business Village
Preston
PR2 2YP

31 May 2000.

JOHNSONS (BURSCOUGH) LIMITED

STATEMENT OF ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention.

TURNOVER

Turnover represents the invoiced value of goods and services supplied by the company net of *value added tax and trade discounts*.

TANGIBLE FIXED ASSETS

Tangible fixed assets are stated at cost less accumulated depreciation. Depreciation is calculated at the following annual rates which are intended to write off the cost of those assets over their useful working lives:

Freehold land and buildings	Nil
Motor vehicles	25% on net book value
Plant and equipment	15% on net book value

STOCKS

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

MOTOR VEHICLE REPAIRS

Costs of repairing and maintaining vehicles, together with costs of tyre replacement are charged to the profit and loss account as they are incurred.

LEASING AND HIRE PURCHASE COMMITMENTS

Assets obtained under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Rental payable under operating leases are charged to the profit and loss account on the straight line basis over the lease term.

CASH FLOW

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash Flow Statements".

JOHNSONS (BURSCOUGH) LIMITED**PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 29 FEBRUARY 2000**

	Note	2000	1999
TURNOVER	1	956,071	830,899
<i>Cost of sales</i>		<u>731,372</u>	<u>628,072</u>
GROSS PROFIT		224,699	202,827
<i>Administrative expenses</i>		<u>144,943</u>	<u>132,554</u>
OPERATING PROFIT	2	79,756	70,273
<i>Interest receivable and similar income</i>		973	1,486
<i>Interest payable and similar charges</i>		<u>40</u>	<u>7</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		80,689	71,752
<i>Taxation</i>	3	<u>16,521</u>	<u>11,651</u>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		64,168	60,101
<i>Dividends</i>	4	<u>35,000</u>	<u>0</u>
RETAINED PROFIT FOR THE FINANCIAL YEAR		29,168	60,101
RETAINED PROFIT 1 MARCH 1999		<u>173,282</u>	<u>113,181</u>
RETAINED PROFIT 29 FEBRUARY 2000		<u><u>£202,450</u></u>	<u><u>£173,282</u></u>

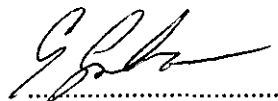
JOHNSONS (BURSCOUGH) LIMITED

BALANCE SHEET AS AT 29 FEBRUARY 2000

	Note	2000	1999
FIXED ASSETS			
Tangible assets	5	254,235	225,092
CURRENT ASSETS			
Stock	6	20,022	13,436
Debtors	7	107,448	104,457
Cash at bank and in hand		<u>99,042</u>	<u>76,214</u>
		226,512	194,107
CREDITORS: amounts falling due within one year	8	<u>168,687</u>	<u>117,263</u>
NET CURRENT ASSETS		<u>57,825</u>	<u>76,844</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		312,060	301,936
CREDITORS: amounts falling due after more than one year	8	<u>106,610</u>	<u>126,654</u>
NET ASSETS		<u><u>£205,450</u></u>	<u><u>£175,282</u></u>
CAPITAL AND RESERVES			
Called up share capital	9	3,000	2,000
Profit and loss account		<u>202,450</u>	<u>173,282</u>
SHAREHOLDERS' FUNDS	10	<u><u>£205,450</u></u>	<u><u>£175,282</u></u>

The financial statements 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).

The financial statements on pages 4 to 9 were approved by the board of directors on 31 May 2000 and were signed on its behalf by:



Director

JOHNSONS (BURSCOUGH) LIMITED**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 29 FEBRUARY 2000****1) TURNOVER**

The turnover for the year is attributable to the principal activity outlined in the directors' report and was all generated within the United Kingdom.

2) OPERATING PROFIT**2000****1999**

Operating profit is stated after charging:

Directors emoluments	78,663	68,419
Auditors' remuneration	2,600	2,500
Depreciation of owned assets	27,209	21,468
Depreciation on assets held under finance leases	41,856	37,100

and after crediting:

Profit on disposal of fixed assets	<u>186</u>	<u>858</u>
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3) TAXATION

U K corporation tax	16,521	11,678
Over provision previous year	<u>0</u>	<u>(27)</u>
	<u>16,521</u>	<u>11,651</u>

4) DIVIDENDS

Dividends on ordinary shares - paid	<u>35,000</u>	<u>0</u>
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JOHNSONS (BURSCOUGH) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 29 FEBRUARY 2000

5) TANGIBLE FIXED ASSETS

	Freehold Land & Buildings	Motor Vehicles	Plant & Machinery	Total
Cost				
1 March 1999	45,365	505,864	17,425	568,654
Additions	0	98,608	1,764	100,372
Disposals	0	(28,820)	0	(28,820)
29 February 2000	45,365	575,652	19,189	640,206
Depreciation				
1 March 1999	0	330,253	13,309	343,562
Charge for year	0	68,183	882	69,065
On disposals	0	(26,656)	0	(26,656)
29 February 2000	0	371,780	14,191	385,971
Net book value				
29 February 2000	<u>£45,365</u>	<u>£203,872</u>	<u>£4,998</u>	<u>£254,235</u>
28 February 1999	<u>£45,365</u>	<u>£175,611</u>	<u>£4,116</u>	<u>£225,092</u>

The net book value of fixed assets includes an amount of £125,567 (1999: £111,300) in respect of assets held under finance leases and hire purchase contracts. The amount of depreciation in respect of such assets amounted to £41,856 for the year (1999 £37,100).

	2000	1999
6) STOCK		
Tyres and spares	15,030	11,200
Fuel	<u>4,992</u>	<u>2,236</u>
	<u>£20,022</u>	<u>£13,436</u>
7) DEBTORS		
Trade debtors	90,627	89,873
Prepayments	<u>16,821</u>	<u>14,584</u>
	<u>£107,448</u>	<u>£104,457</u>

JOHNSONS (BURSCOUGH) LIMITED**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 29 FEBRUARY 2000**

	2000	1999
8) CREDITORS: Amounts falling due within one year:		
Bank overdraft	11,768	11,957
Obligations under finance leases and hire purchase contracts	48,937	36,312
Trade creditors	47,671	33,238
Corporation tax	16,521	11,678
Other taxation and social security	22,554	16,109
Accruals & deferred income	6,236	7,969
Dividend	15,000	-
	<u>£168,687</u>	<u>£117,263</u>

Amounts falling due after more than one year:

Obligations under finance leases and hire purchase contracts	73,369	79,144
Directors loan accounts	<u>33,241</u>	<u>47,510</u>
	<u>£106,610</u>	<u>£126,654</u>

The bank overdraft is secured by directors guarantee and a legal charge on the land and buildings owned by the company.

9) CALLED-UP SHARE CAPITAL*Authorised:*

3,000 Ordinary shares of £1 each	<u>£3,000</u>	<u>£2,000</u>
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Allotted, called-up and fully paid:

3,000 Ordinary shares of £1 each	<u>£3,000</u>	<u>£2,000</u>
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10) RECONCILIATION OF MOVEMENTS ON SHAREHOLDERS' FUNDS

Profit for the financial year after taxation	29,168	60,101
Increase in share capital	1,000	0
Opening shareholders funds 1 March 1999	<u>175,282</u>	<u>115,181</u>
Closing shareholders funds 29 February 2000	<u>£205,450</u>	<u>£175,282</u>

TRADING AND PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 29 FEBRUARY 2000

	2000	1999
Sales	956,071	830,899
COST OF SALES		
Fuel and oil	300,930	257,758
Spares and renewals	51,223	50,518
Hired haulage	58,684	15,738
Licences and insurances	67,264	65,229
Drivers expenses	11,440	11,595
Wages	172,766	167,973
Depreciation	69,065	59,261
	<u>731,372</u>	<u>628,072</u>
GROSS PROFIT	224,699	202,827
Interest receivable	<u>973</u>	<u>1,486</u>
	225,672	204,313
LESS EXPENSES		
Directors remuneration	77,463	67,219
Equipment leasing	34,036	35,791
Rates, water,heat and light	5,080	5,317
Telephone, printing and advertising	11,076	10,720
Sundry trade expenses	2,496	2,803
Legal and professional	0	0
Audit and accountancy charges	3,075	2,500
Pension scheme	1,200	1,200
Bank charges	2,367	2,108
Bank interest	40	7
Hire purchase and lease finance charges	8,336	5,754
(Profit)/loss on sale of assets	<u>(186)</u>	<u>(858)</u>
	<u>144,983</u>	<u>132,561</u>
OPERATING PROFIT	<u><u>£80,689</u></u>	<u><u>£71,752</u></u>