

JOHNSONS (BURSCOUGH) LIMITED
REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 FEBRUARY 1996



Co No.
897284

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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 1996.

PRINCIPAL ACTIVITY

The principal activity of the company is that of haulage contractors.

DIRECTORS AND DIRECTORS' INTERESTS

The directors of the company during the year and their beneficial interests in the share capital of the company are as follows:

	Ordinary shares of £1	
	1996	1995
Frank Johnson	500	500
Ronald Johnson	500	500
Brian Johnson	500	500
Alan Johnson	500	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 responsible and prudent;
- Follow applicable accounting standards; 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 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

In accordance with section 385 of the Companies Act 1985, a resolution proposing the reappointment of Robinson & Monaghan as auditors to the company will be put to the annual general meeting.

In preparing the above report, the directors have taken advantage of special exemptions applicable to small companies.

BY ORDER OF THE BOARD


Secretary

2 May 1996

AUDITORS' REPORT

TO THE MEMBERS OF JOHNSONS (BURSCOUGH) LIMITED

We have audited the financial statements on pages 4 to 9 which have been prepared under the historical cost convention 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 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.

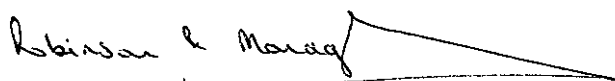
BASIS OF OPINION

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 1996 and of its profit for the year ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



Robinson & Monaghan
Chartered Accountants
& Registered Auditors
Preston
PR1 3JP

Date: 2 May 1996

JOHNSONS (BURSCOUGH) LIMITED

STATEMENT OF ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements are prepared under the historical cost convention.

TURNOVER

Turnover represents the invoiced value of services supplied to customers.

TANGIBLE FIXED ASSETS

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

Motor vehicles	25% on net book value
Plant and machinery	15% on net book value
Buildings	Nil

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.

HIRE PURCHASE AND LEASED ASSETS

Assets are subject to hire purchase agreements are capitalised at the fair value of the asset and depreciation on the same basis as owned assets.

Hire purchase payments are treated as consisting of capital and interest elements, the interest element is charged to the profit and loss account on a straight line basis over the contract term.

Where assets are financed by leasing agreements that give rights approximating to ownership ("finance leases"), the assets are treated as if they had been purchased outright. The amount capitalised is the fair value of the assets. The corresponding lease commitment is shown as obligations under finance leases and is included in creditors.

Depreciation on the relevant assets is charged to the profit and loss account on the same basis as owned assets.

Lease payments are treated as consisting of capital and interest elements, the interest element is charged to the profit and loss account on a straight line basis over the lease term.

All other leases are "operating leases" and the annual rentals are charged to the profit and loss account on a straight line basis over the lease term.

JOHNSONS (BURSCOUGH) LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 29 FEBRUARY 1996

	Note	1996 £	1995 £
TURNOVER		653,794	707,287
Cost of sales		<u>566,522</u>	<u>611,142</u>
GROSS PROFIT		87,272	96,145
Administrative expenses		<u>82,266</u>	<u>101,064</u>
TRADING PROFIT/(LOSS)	2	5,006	(4,919)
Other interest receivable and similar income		162	20
Interest payable		<u>(3,537)</u>	<u>(5,166)</u>
PROFIT/(LOSS) FOR THE FINANCIAL YEAR	8	£ <u>1,631</u>	£ <u>(10,065)</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the above two financial years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profit or loss for the above two financial years.


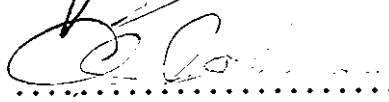
JOHNSONS (BURSCOUGH) LIMITED

BALANCE SHEET AS AT 29 FEBRUARY 1996

	Note	1996 £	1995 £
FIXED ASSETS			
Tangible assets	3	<u>171,770</u>	<u>190,407</u>
CURRENT ASSETS			
Debtors	4	82,476	48,838
Stock	5	11,817	12,141
Cash at bank and in hand		<u>3,986</u>	<u>3,563</u>
		98,279	64,542
CURRENT LIABILITIES			
Creditors: amounts falling due within one year	6	<u>(149,288)</u>	<u>(98,589)</u>
NET CURRENT LIABILITIES		(51,009)	(34,047)
TOTAL ASSETS LESS CURRENT LIABILITIES		120,761	156,360
Creditors: amounts falling due after more than one year	6	<u>(110,859)</u>	<u>(148,089)</u>
		£ <u>9,902</u>	£ <u>8,271</u>
CAPITAL AND RESERVES			
Called-up share capital	7	2,000	2,000
Profit and loss account		<u>7,902</u>	<u>6,271</u>
SHAREHOLDERS' FUNDS	8	£ <u>9,902</u>	£ <u>8,271</u>

The directors have taken advantage of special exemptions conferred by Schedule 8 to the Companies Act 1985 applicable to small companies in the preparation of the financial statements and have done so on the grounds that, in their opinion, the company is entitled to those exemptions.

The financial statements on pages 4 to 9 were approved by the board of directors on 2 May 1996 and were signed on its behalf by:


 }
 Brian Johnson }

 }
 Alan Johnson }

JOHNSONS (BURSCOUGH) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 29 FEBRUARY 1996

1) TURNOVER

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

2) TRADING LOSS

	1996 £	1995 £
Trading loss is stated after charging:		
Directors emoluments	45,432	48,129
Auditors' remuneration	3,585	3,150
Depreciation on owned assets	13,835	12,612
Depreciation	<u>21,484</u>	<u>28,646</u>
and after crediting:		
Profit on sale of fixed assets	£ <u>12,069</u>	£ <u>-</u>

3) FIXED ASSETS

	Freehold Land & Buildings	Motor Vehicles	Plant & Equipment	Total
COST:				
1 March 1995	63,140	432,392	16,686	512,218
Additions	-	19,200	-	19,200
Disposals	-	(58,832)	-	(58,832)
29 February 1996	<u>63,140</u>	<u>392,760</u>	<u>16,686</u>	<u>472,586</u>
DEPRECIATION:				
1 March 1995	-	311,807	10,004	321,811
Charge for the year	-	34,317	1,002	35,319
Disposals	-	(56,314)	-	(56,314)
29 February 1996	-	<u>289,810</u>	<u>11,006</u>	<u>300,816</u>
NET BOOK VALUES:				
29 February 1996	<u>63,140</u>	<u>102,950</u>	<u>5,680</u>	<u>171,770</u>
28 February 1995	<u>63,140</u>	<u>120,585</u>	<u>6,682</u>	<u>190,407</u>

The net book value of tangible fixed assets includes an amount of £64,455 (1995-£85,939) in respect of assets held under finance leases.

JOHNSONS (BURSCOUGH) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 29 FEBRUARY 1996 (continued)

4) DEBTORS	1996	1995
Trade debtors	75,217	43,566
Prepayments	6,913	5,272
Other debtors	<u>346</u>	<u>-</u>
	<u>82,476</u>	<u>48,838</u>

5) STOCK	1996	1995
Tyres and spares	10,341	8,587
Fuel	<u>1,476</u>	<u>3,554</u>
	<u>11,817</u>	<u>12,141</u>

6) CREDITORS	1996	1995
Amounts falling due within one year:		
Trade creditors	44,073	34,381
Bank overdraft	43,654	6,138
Obligations under finance leases and hire purchase contracts	33,907	29,907
Bank loan	4,769	1,500
Other taxation and social security	15,931	17,946
Accruals	<u>6,954</u>	<u>8,717</u>
	<u>149,288</u>	<u>98,589</u>

Amounts falling due after more than one year:

Directors' loan accounts	62,858	68,202
Bank loan	13,417	21,061
Obligations under finance leases and hire purchase contracts	<u>34,584</u>	<u>58,826</u>
	<u>110,859</u>	<u>148,089</u>

Obligations under finance leases and hire purchase contracts are repayable as follows:

In one year or less	33,907	29,907
Between one and two years	29,601	29,907
Between two and three years	<u>4,983</u>	<u>28,919</u>
	<u>68,491</u>	<u>88,733</u>

The bank loan and overdraft are secured on the land and buildings owned by the company.

JOHNSONS (BURSCOUGH) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 29 FEBRUARY 1996 (continued)

7)	CALLED-UP SHARE CAPITAL	1996 £	1995 £
	Authorised: 2,000 Ordinary shares of £1 each	£ <u>2,000</u>	£ <u>2,000</u>
	Allotted, called-up and fully paid: 2,000 Ordinary shares of £1 each	£ <u>2,000</u>	£ <u>2,000</u>
8)	RECONCILIATION OF MOVEMENTS ON SHAREHOLDERS FUNDS	1996 £	1995 £
	Profit/(loss) for the financial year after taxation	1,631	(10,065)
	Opening shareholders funds at 1 March 1995	<u>8,271</u>	<u>18,336</u>
	Closing shareholders funds at 29 February 1996	£ <u>9,902</u>	£ <u>8,271</u>
9)	CAPITAL COMMITMENTS	1996 £	1995 £
	Amounts contracted for	<u>NIL</u>	<u>NIL</u>
	Board authorisations not contracted for	<u>NIL</u>	<u>NIL</u>