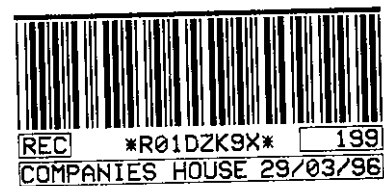


976123²¹³ (England and Wales)

R H Bowden & Son Limited
Directors' Report and Financial Statements
for the year ended 31 May 1995



R H Bowden & Son Limited

Company Information

Directors	R J Bowden Mrs A M Bowden
Secretary	Mrs A M Bowden
Company Number	976123 (England and Wales)
Registered Office	7 Wind Street Swansea SA1 1DF
Accountants	Gerald Thomas & Co Furze Bank 34 Hanover Street Swansea SA1 6BA

R H Bowden & Son Limited

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R H Bowden & Son Limited

Directors' Report for the year ended 31 May 1995

The directors present their report and the financial statements for the year ended 31 May 1995.

Principal Activities

The principal activity of the company is that of fireplace manufacturing.

Directors and their Interests

The directors who served during the year and their interests in the company were as stated below.

	Class of share	Number of shares	
		1995	1994
R J Bowden	Ordinary shares	99	99
Mrs A M Bowden	Ordinary shares	-	-

In the preparation of the directors' report advantage has been taken of the special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

Secretary *A. M. Bowden*

28th March 1996

R H Bowden & Son Limited

Accountants' Report to the shareholders on the
unaudited accounts of R H Bowden & Son Limited

We report on the accounts for the year ended 31 May 1995 set out on pages 3 to 9.

Respective responsibilities of directors and reporting accountants

As described on page 4 the company's directors are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- (a) the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
 - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
 - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1).


.....

Chartered Accountants
Reporting Accountants

Date: *28th March 1996*
.....

Furze Bank
34 Hanover Street
Swansea
SA1 6BA

R H Bowden & Son Limited

Profit and Loss Account
for the year ended 31 May 1995

	Notes	1995 £	1994 £
Turnover		111,317	113,242
Cost of sales		(69,530)	(80,556)
Gross profit		41,787	32,686
Administrative expenses		(30,399)	(29,863)
Other operating income		700	-
Operating profit	2	12,088	2,823
Interest payable and similar charges	3	(1,447)	(2,275)
Profit on ordinary activities before taxation		10,641	548

There are no recognised gains and losses other than those passing through the profit and loss account. There were no acquisitions or discontinued operations during the year.

R H Bowden & Son Limited

Balance Sheet as at 31 May 1995

	Notes	£	1995 £	£	1994 £
Fixed Assets					
Tangible assets	4		26,465		5,409
Current Assets					
Stocks		21,790		22,888	
Debtors	5	13,781		11,310	
		<u>35,571</u>		<u>34,198</u>	
Creditors: amounts falling due within one year	6	<u>(47,464)</u>		<u>(47,791)</u>	
Net Current Liabilities			<u>(11,893)</u>		<u>(13,593)</u>
Total Assets Less Current Liabilities			14,572		(8,184)
Creditors: amounts falling due after more than one year	7		<u>(16,277)</u>		<u>(4,162)</u>
			<u>£ (1,705)</u>		<u>£ (12,346)</u>
Capital and Reserves					
Called up share capital	8		100		100
Profit and loss account	9		<u>(1,805)</u>		<u>(12,446)</u>
Shareholders' Funds (equity interests)	10		<u>£ (1,705)</u>		<u>£ (12,346)</u>

In preparing these financial statements:

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(2) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts 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 financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

R H Bowden & Son Limited

Balance Sheet (continued)
as at 31 May 1995

In preparing these financial statements:

- (a) Advantage has been taken of the special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985, and
- (b) In the directors' opinion the company is entitled to these exemptions as a small company.

Director



28th March 1996

R H Bowden & Son Limited

Notes to the Financial Statements for the year ended 31 May 1995

1. Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and include the results of the company's operations as indicated in the directors' report, all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Turnover

Turnover represents amounts receivable for goods and services provided in the UK net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	-	25% Reducing balance
Fixtures, fittings and equipment	-	25% Reducing balance
Motor vehicles	-	25% Reducing balance

1.4 Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value.

1.5 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 crystallise.

2. Operating Profit

Operating profit is stated after charging:

	1995 £	1994 £
Depreciation of tangible assets	714	1,803
Directors' emoluments	13,698	14,628

Included in directors' emoluments are benefits to the value of £1,896, (1994: £3,396).

R H Bowden & Son Limited

Notes to the Financial Statements
for the year ended 31 May 1995

3. Interest Payable	1995 £	1994 £
Bank loans and overdraft	1,447	1,430
Hire purchase	-	845
	<u>£ 1,447</u>	<u>£ 2,275</u>

4. Tangible Assets	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 June 1994	3,407	740	17,916	22,063
Additions	-	-	25,600	25,600
Disposals	-	-	(16,338)	(16,338)
	<u>3,407</u>	<u>740</u>	<u>27,178</u>	<u>31,325</u>
At 31 May 1995				
Depreciation				
At 1 June 1994	3,152	500	13,002	16,654
On disposals	-	-	(12,508)	(12,508)
Charge for year	63	60	591	714
	<u>3,215</u>	<u>560</u>	<u>1,085</u>	<u>4,860</u>
At 31 May 1995				
Net book values				
At 31 May 1995	<u>£ 192</u>	<u>£ 180</u>	<u>£ 26,093</u>	<u>£ 26,465</u>
At 31 May 1994	<u>£ 255</u>	<u>£ 240</u>	<u>£ 4,914</u>	<u>£ 5,409</u>

Included above are assets held under finance leases or hire purchase contracts as follows:

	Net book value		Depreciation charge	
	1995	1994	1995	1994
	£	£	£	£
Motor vehicles	25,280	-	320	-

R H Bowden & Son Limited

Notes to the Financial Statements
for the year ended 31 May 1995

5.	Debtors	1995 £	1994 £
	Trade debtors	12,033	11,310
	Others	1,748	-
		<u>£ 13,781</u>	<u>£ 11,310</u>
6.	Creditors: amounts falling due within one year	1995 £	1994 £
	Bank loans and overdrafts (secured)	13,283	11,075
	Net obligations under finance lease and hire purchase contracts	5,120	-
	Trade creditors	19,746	24,121
	Other creditors	9,315	12,595
		<u>£ 47,464</u>	<u>£ 47,791</u>
7.	Creditors: amounts falling due after more than one year	1995 £	1994 £
	Loans	917	4,162
	Net obligations under finance lease and hire purchase contracts	15,360	-
		<u>£ 16,277</u>	<u>£ 4,162</u>
	Loans		
	Wholly repayable within five years	4,162	7,269
	Included in current liabilities	(3,245)	(3,107)
		<u>£ 917</u>	<u>£ 4,162</u>
	Net obligations under finance lease and hire purchase contracts		
	Repayable within one year	6,636	-
	Repayable between one and five years	19,908	-
		<u>26,544</u>	<u>-</u>
	Finance charges and interest allocated to future accounting periods	(6,064)	-
		<u>20,480</u>	<u>-</u>
	Included in current liabilities	(5,120)	-
		<u>£ 15,360</u>	<u>£ -</u>

R H Bowden & Son Limited

Notes to the Financial Statements
for the year ended 31 May 1995

8.	Share Capital	1995 £	1994 £
	Authorised		
	1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
	Allotted, called up and fully paid		
	100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
9.	Profit And Loss Account	1995 £	1994 £
	Accumulated losses at 1 June 1994	(12,446)	(12,994)
	Retained profit for the year	<u>10,641</u>	<u>548</u>
	Accumulated losses at 31 May 1995	<u>£ (1,805)</u>	<u>£ (12,446)</u>
10.	Reconciliation of Movements in Shareholders' Funds	1995 £	1994 £
	Profit for the financial year	10,641	548
	Opening shareholders' funds	<u>(12,346)</u>	<u>(12,894)</u>
	Closing shareholders' funds	<u>£ (1,705)</u>	<u>£ (12,346)</u>