

I. FLIGHT & SONS LIMITED

**108 CAE-PERLLAN ROAD,
NEWPORT,
NP20 3FT.**

**ANNUAL REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH, 2004**

**CLARK R. DURBIN & CO.
CHARTERED ACCOUNTANTS**



I. FLIGHT & SONS LIMITED

FOR THE YEAR ENDED 31ST MARCH, 2004

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I. FLIGHT & SONS LIMITED

FOR THE YEAR ENDED 31ST MARCH, 2004

DETAILS OF OFFICERS, AGENTS AND REGISTERED OFFICE

DIRECTORS	-	Gail Flight Laurence Flight
SECRETARY	-	Gail Flight
REGISTERED OFFICE	-	108 Cae-perllan Road, Newport, NP20 3FT.
BANKERS	-	Lloyds Bank plc, 42 Commercial Street, Newport, NP20 1WX.
ACCOUNTANTS	-	Clark R. Durbin & Co., Chartered Accountants, 92 Western Avenue, Newport, NP20 3QZ.
COMPANY NO.	-	1001504

I. FLIGHT & SONS LIMITED
FOR THE YEAR ENDED 31ST MARCH, 2004

REPORT OF THE DIRECTORS

The Directors submit here with the annual Report and Accounts for the year ended 31st March, 2004.

RESULTS

Results for the year are shown on page 4 of the Accounts.

DIVIDENDS

Dividends voted during 2004 were £25,000 (2003 : £14,000).

DIRECTORS

The Directors who held office during the year were as follows :

Gail Flight
Lawrence Flight

Director's Interests

The interests of the Directors and their families in the shares of the Company (as defined by the Companies Act 1985) are as follows :

	<u>2003</u>	<u>2004</u>
Gail Flight	1	1
Lawrence Flight	56	56

No contract existing during or at the end of the financial year in which a Director of the Company was materially interested.

PRINCIPAL ACTIVITY

The principal activity of the Company continues to be that of Haulage Contractors.

EXPORTS

No goods were exported during the year.

I. FLIGHT & SONS LIMITED
FOR THE YEAR ENDED 31ST MARCH, 2004

FIXED ASSETS

Movements in Fixed Assets are shown in Note 3 to the Accounts.

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 :

- a)select suitable accounting policies and then apply them consistently;
- b)make judgements and estimates that are reasonable and prudent;
- c)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.

SMALL COMPANY EXEMPTIONS

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

**APPROVED BY THE BOARD OF DIRECTORS
AND SIGNED ON BEHALF OF THE BOARD BY :**

G. E. Flight

**G.E. FLIGHT
SECRETARY**

Date :16/12/04.....

I. FLIGHT & SONS LIMITED

FOR THE YEAR ENDED 31ST MARCH, 2004

**INDEPENDENT ACCOUNTANT'S REPORT TO THE SHAREHOLDERS
UNDER S249A(2) OF THE COMPANIES ACT 1985**

We have examined, without carrying out an audit, the Financial Statements for the year ended 31st March, 2004 set out on pages 4-8.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND REPORTING ACCOUNTANT

As described on page 2, the company's directors are responsible for the preparation of the financial statements and they believe that the company is exempt from an audit. It is our responsibility to examine the financial statements and, based on our examination, to report our opinion as set out below, to the shareholders.

BASIS OF OPINION

We conducted our examination in accordance with the Statement of Standards for Reporting Accountants. This examination consisted of comparing the Financial Statements with the accounting records kept by the company, and making such limited enquiries as we considered necessary for the purpose of this report.

The examination was not an audit conducted in accordance with Auditing Standards. Accordingly, we do not express an audit opinion on the financial statements. Therefore, our examination does not provide any assurance that the accounting records and financial statements are free from material misstatement.

OPINION

In our opinion :

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

92 Western Avenue,
Newport,
NP20 3QZ.


CLARK R. DURBIN & CO.
Chartered Accountants

17/12/2004

I. FLIGHT & SONS LIMITED

FOR THE YEAR ENDED 31ST MARCH, 2004

PROFIT & LOSS ACCOUNT

<u>2003</u>			<u>Notes</u>	
88,402		TURNOVER	2	89,983
48,791		<u>LESS</u> : Cost of Direct Services		44,914
39,611		GROSS PROFIT		45,069
		STAFF COSTS		
	7,332	Directors' Salaries	3	9,840
	584	Social Security Costs		814
8,516	600	Pension Costs		600
				11,254
31,095				33,815
4,766		Depreciation/Loss on sale of assets		5,843
10,550		Other Operating Charges		9,766
15,779		Operating Profit/Loss		18,206
833		Other Interest Receivable		858
1,072		Interest Payable & similar charges	10	1,095
15,540		Profit/(loss) on ordinary activities before taxation		17,969
-		Tax on ordinary activities	8	2,514
15,540				15,455
(14,000)		Less Dividends		(25,000)
53,993		Profit & Loss Brought Forward		55,533
55,333		Profit & Loss Carried Forward		45,988

I. FLIGHT & SONS LIMITED

BALANCE SHEET AT 31ST MARCH, 2004

2003

CAPITAL EMPLOYED

21,073	Fixed Assets (Note 4)	15,230
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CURRENT ASSETS

-	Director's Loan Account	1,436
23,114	Debtors & Prepayments	22,816
9,334	Cash at Bank - Current Account	4,779
32,314	- Deposit Account	29,925
64,762		58,956

LESS CURRENT LIABILITIES

1,983	Director's Loan Account	-
8,160	Creditors (Note 10)	10,530
-	Corporation Tax (Note 8)	2,514
20,102	Loan	15,097
34,517		28,141

34,517	30,245	28,141	30,815
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55,590		46,045
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Represented by Capital & Reserves :

57	Share Capital	57
55,533	Reserves	45,988
55,590		46,045

I. FLIGHT & SONS LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2004

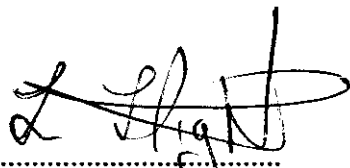
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These Financial Statements were approved by the Board on 16th December, 2004.

For the year in question, the Company was entitled to exemption from an audit under Section 249A(2) of the Companies Act 1985. No notice has been deposited under Section 249B(2) of the Act in relation to the financial statements for the financial year. The Directors acknowledge their responsibilities for :

- a) ensuring that the Company keeps accounting records which comply with Section 221 of the Companies Act 1985; and
- b) 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 financial year in accordance with the requirements of Section 226 of the Companies Act 1985 and which otherwise comply with the requirements of that Act relating to financial statements, so far as applicable to the Company.

Advantage has been taken, in the preparation of the financial statements, of special exemptions applicable to small companies on the grounds that, in the Directors' opinion the Company qualifies as a small company under Section 246 and 247 of the Companies Act 1985.



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LAURENCE FLIGHT
DIRECTOR

16/12/2004

The notes attached form part of these financial statements.

I. FLIGHT & SONS LIMITED
FOR THE YEAR ENDED 31ST MARCH, 2004

NOTES TO THE ACCOUNTS

1) ACCOUNTING POLICIES

The following statements outline the main accounting policies of the Company and in accordance with applicable accounting standards, the particular accounting policies adopted are described below.

a) Basis of Accounting

The historical cost convention has been used for the preparation of the Accounts with the assets carried in the Balance Sheet at the cost incurred at their date of acquisition.

b) Depreciation

Depreciation is calculated using the straight line method without any deduction for Government grants. The rates of depreciation used are estimated in order that the assets will be written off over their useful working life.

Vehicles	20% per annum
Equipment	15% per annum

c) Deferred Taxation

Only such deferred taxation as will become payable in the immediate future is accounted for by the Company. On this basis, in the opinion of the Directors, no provision for deferred taxation is at present required.

2) TURNOVER

Turnover comprises external invoices including Value Added Tax.

3) PROFIT BEFORE TAXATION

This is arrived at after charging :

	<u>2003</u>	<u>2004</u>
Directors' Remuneration	7,332	9,840
Accountant's Remuneration	920	980
Depreciation	5,337	5,843
	<hr/>	<hr/>
Av. no. of person employed	3	3

I. FLIGHT & SONS LIMITED

FOR THE YEAR ENDED 31ST MARCH, 2004

NOTES TO THE ACCOUNTS

	<u>Total</u>	<u>Motor Vehicles</u>	<u>Office Equipt</u>
4) FIXED ASSETS			
Movements in fixed assets during the year were :			
Cost at 1.4.03	65,407	62,095	3,312
	_____	_____	_____
At 31.3.04	65,407	62,095	3,312
	_____	_____	_____
Depreciation at 1.4.03	43,334	41,709	2,625
Charge for Year	5,843	5,706	137
	_____	_____	_____
	50,177	47,415	2,762
	_____	_____	_____
Net Book Values :			
2003	21,073	20,386	687
	_____	_____	_____
2004	15,230	14,680	550
	_____	_____	_____

I. FLIGHT & SONS LIMITED

FOR THE YEAR ENDED 31ST MARCH, 2004

NOTES TO THE ACCOUNTS

5) **SHARE CAPITAL** **2003** **2004**

Authorised - 100 ordinary Shares
of £1 each 100 100

Issued Ordinary Shares of £1 each 57 57

6) **CONTINGENT LIABILITIES**

There were no contingent liabilities known to the Directors at the Balance Sheet date.

7) **CAPITAL EXPENDITURE**

There were no commitments for Capital Expenditure other than those provided in the Accounts.

8) **TAXATION**

Corporation Tax has been provided for at the UK rate for small companies, i.e., 19% after taking into account marginal relief.

9) **INTEREST PAYABLE & SIMILAR CHARGES**

2003 **2004**

Loan Interest 1,072 1,095

10) **CREDITORS - these include :** **2003** **2004**

Taxation & Social Security 1,427 2,644

I. FLIGHT & SONS LIMITED

TRADING, PROFIT & LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH, 2004

2003

88,402		HAULAGE RECEIPTS		89,983
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DEDUCT : Direct Costs

	31,425	Motor/Plant & Tipping Expenses	34,822	
48,791	17,366	Sub-contracted work & wages	13,092	44,914
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39,611		Trading Profit for Year		45,069

DEDUCT EXPENSES OF OPERATING COMPANY :

7,332	Salary & Fees (Director's remuneration)	9,840	
600	Pension	600	
584	Social Security Costs	814	
6,415	Insurances	6,884	
624	Office Expenses	223	
581	Printing/Stationery/Advertising	135	
1,232	Telephone	967	
920	Accountant's Fees	980	
644	Sundries & Entertainment	567	
134	Bank Charges	10	
1,072	Loan Interest	679	
-	HP Interest	416	

Depreciation :

	(571)	Loss on sale of Assets	-	
	5,193	Motor Vehicles	5,706	
24,904	144	Fixtures & Equipment	137	27,958
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14,707				17,111
833		Bank Interest		858
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15,540				17,969
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