

LEWIS TYLER AND SONS (FENCING) LIMITED

31ST DECEMBER 1994

COMPANY NUMBER: 1238308

ANNUAL REPORT AND FINANCIAL STATEMENTS



LEWIS TYLER AND SONS (FENCING) LIMITED

DIRECTORS

A.J.Tyler
Miss H.E.Tyler
N.C.Tyler
E.A.Tyler
J.L.Tyler
I.J.Russell

SECRETARY

A.J.Tyler

BUSINESS ADDRESS

Estate Sawmill
Mill Green
Hatfield
Herts.AL9 5PG

REGISTERED OFFICE

Estate Sawmill
Mill Green
Hatfield
Herts.AL9 5PG

AUDITORS

Hughes Allen
Greenwood House
4/7 Salisbury Court
London EC4Y 8BT

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FOR THE YEAR ENDED 31ST DECEMBER 1994

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LEWIS TYLER AND SONS (FENCING) LIMITED

REPORT OF THE DIRECTORS

The directors present their report and the audited financial statements for the year ended 31st December 1994.

REVIEW OF THE BUSINESS

The company's principal activity during the year has been the manufacture, sale and erection of fencing. The directors consider that the company will continue to trade profitably for the foreseeable future.

RESULTS AND DIVIDENDS

The directors recommend payment of a dividend amounting to £2,790. (1993: £3,900)

It is proposed that the retained profit of £60,347 is transferred to reserves.

FIXED ASSETS

The movements in fixed assets during the year are set out in note 7 to the financial statements.

DIRECTORS AND THEIR INTERESTS

The directors who served during the year and their interests together with those of their family in the shares of the company were as follows:-

	Class of share	Number of shares	
		1994	1993
A.J.Tyler	Ordinary shares	10,000	8,775
Miss H.E.Tyler	Ordinary shares	1,120	975
N.C.Tyler	Ordinary shares	1,120	975
D.Tyler (Resigned 13th May 1994)	Ordinary shares	-	975
E.A.Tyler	Ordinary shares	1,120	975
D.C.Tyler (Resigned 19th January 1994)	Ordinary shares	-	975
J.L.Tyler	Ordinary shares	1,120	975
I.J.Russell (Appointed 19th January 1994)	Ordinary shares	1,120	975

AUDITORS

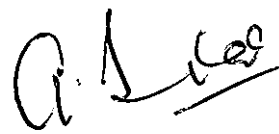
The company has by elective resolution dispensed with the obligation to appoint auditors annually in accordance with Section 386(1) of the Companies Act 1985. Therefore, the auditors, Hughes Allen, will be deemed to be reappointed for each succeeding financial year.

MEMBERS RIGHT TO A GENERAL MEETING

The company has passed an elective resolution to dispense with the laying of the financial statements before the company in general meeting. In accordance with the provisions of Section 253 of the Companies Act 1985 the directors hereby notify the members of their right to require the laying of these financial statements and annual reports before a general meeting. If a member wishes a written notice must be deposited at the company's registered office in accordance with the provisions of Section 253(2) of the Companies Act 1985.

By Order of the Board

Estate Sawmill
Mill Green
Hatfield
Herts.AL9 5PG


A.J.Tyler
Secretary

2 March 1995

LEWIS TYLER AND SONS (FENCING) LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS OF
LEWIS TYLER AND SONS (FENCING) LIMITED

We have audited the financial statements on pages 4 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

Statement of 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 year. 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;
- 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.

Statement of Auditors' Responsibilities

As described above, 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 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 made by the directors in 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, other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

LEWIS TYLER AND SONS (FENCING) LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS OF

LEWIS TYLER AND SONS (FENCING) LIMITED

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st December 1994 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



HUGHES ALLEN
CHARTERED ACCOUNTANTS
REGISTERED AUDITOR

Greenwood House
4/7 Salisbury Court
London EC4Y 8BT

3 March 1995

LEWIS TYLER AND SONS (FENCING) LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST DECEMBER 1994

		CONTINUING OPERATIONS	
		1994	1993
	Notes	£	£
Turnover	1	2,092,461	1,639,322
Cost of sales		(1,568,536)	(1,174,442)
Gross profit		523,925	464,880
Administrative expenses		(417,965)	(432,809)
Operating profit	2	105,960	32,071
Interest payable	3	(20,728)	(19,872)
profit on ordinary activities before taxation		85,232	12,199
Tax on profit on ordinary activities	5	(22,095)	(2,150)
profit for the financial year		63,137	10,049
Dividends	6	(1,540)	(3,900)
Retained profit for the year		61,597	6,149
Retained profits brought forward		80,149	74,000
RETAINED PROFITS carried forward		£ 141,746	£ 80,149

The company made no recognised gains or losses in 1994 or 1993 other than the profit for the year.

The notes on pages 6 to 10 form part of these financial statements

LEWIS TYLER AND SONS (FENCING) LIMITED

BALANCE SHEET
31ST DECEMBER 1994

	Notes	1994 £	1993 £
FIXED ASSETS			
Tangible assets	7	152,722	156,837
CURRENT ASSETS			
Stocks	8	243,769	115,755
Debtors	9	371,868	277,513
Cash at bank and in hand		34	42
		<u>615,671</u>	<u>393,310</u>
CREDITORS: Amounts falling due within one year	10	<u>(580,930)</u>	<u>(410,918)</u>
NET CURRENT ASSETS		<u>34,741</u>	<u>(17,608)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>187,463</u>	<u>139,229</u>
CREDITORS: Amounts falling due after more than one year	11	(14,742)	(28,837)
PROVISION FOR LIABILITIES AND CHARGES	12	(6,973)	(6,241)
NET ASSETS		<u>£ 165,748</u>	<u>£ 104,151</u>
CAPITAL AND RESERVES			
Called up share capital	13	15,600	15,600
Share premium account		8,402	8,402
Profit and loss account		141,746	80,149
	14	<u>£ 165,748</u>	<u>£ 104,151</u>

The financial statements were approved by the board on 2 March 1995 and signed on its behalf by

A.J.TYLER

) Directors

MISS H.E.TYLER

The notes on pages 6 to 10 form an integral part of these financial statements

LEWIS TYLER AND SONS (FENCING) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1994

1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards. The principal accounting policies adopted by the company are detailed below.

1.1 BASIS OF ACCOUNTING

The financial statements are prepared under the historical cost convention.

1.2 TURNOVER

Turnover represents the total invoice value, excluding value added tax, of goods sold and services rendered during the year.

1.3 DEPRECIATION

Depreciation is provided using the following rates and bases to write off the tangible assets over their estimated useful lives:-

Plant and machinery	20% Reducing balance
Fixtures & fittings	20% Reducing balance
Motor vehicles-purchased	25% Reducing balance

Leasehold properties and improvements have been amortised over the remaining term of the lease.

1.4 STOCK

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

1.5 DEFERRED TAXATION

Deferred taxation is provided where there is a reasonable probability of the amount becoming payable in the foreseeable future.

1.6 DEFINED CONTRIBUTION PENSION SCHEME

The company operates defined contribution pension schemes. The assets of the schemes are held separately from those of the company in independently administered funds. The pension cost charge represents contributions payable by the company to the funds and amounted to £10,895 (1993 £10,603).

2. OPERATING PROFIT

The operating profit is stated after charging:-

	1994 £	1993 £
Depreciation	26,622	27,119
Auditors' remuneration	6,000	6,000
Operating lease rentals	8,644	9,465
	<u> </u>	<u> </u>

LEWIS TYLER AND SONS (FENCING) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1994

3.	INTEREST PAYABLE	1994 £	1993 £
	On bank loans and overdrafts and on loans repayable in full within five years	£ 20,728	£ 19,872
4.	DIRECTORS AND EMPLOYEES	1994 £	1993 £
	Staff costs:-		
	Wages and salaries	287,943	297,436
	Social security costs	27,748	12,706
	Other pension costs	8,139	11,721
	Other costs	-	7,857
		£ 323,830	£ 321,863
		Number	Number
	The average weekly number of employees during the year was as follows:	21	22
		£	£
	Directors' emoluments for the year	£ 128,100	£ 139,840
	The division of directors' emoluments, excluding pension contributions, is as follows:-		
	Chairman and highest paid director	£ 24,232	£ 21,893
		Number	Number
	Other directors' remuneration fell within the following ranges:		
	£Nil - £5,000	1	1
	£5,001 - £10,000	1	-
	£15,001 - £20,000	5	5
5.	TAX ON PROFIT ON ORDINARY ACTIVITIES	1994 £	1993 £
	The taxation charge based on the profit before tax comprises:-		
	U.K corporation tax at 25%	21,327	1,659
	Transfer to deferred taxation	732	491
	Adjustment in respect of prior years	36	-
		£ 22,095	£ 2,150

LEWIS TYLER AND SONS (FENCING) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1994

6. DIVIDENDS	1994	1993
	£	£
Dividends proposed	2,790	3,900
Dividends over provision in prior year	(1,250)	-
	<u>£ 1,540</u>	<u>£ 3,900</u>

7. TANGIBLE FIXED ASSETS

<u>Cost</u>	Beginning of year £	Additions £	Disposals £	End of year £
Properties:				
Long leasehold	120,852	-	-	120,852
Short leasehold	265	-	-	265
Plant and machinery	133,272	15,321	-	148,593
Fixtures and fittings	13,226	11,504	(13,226)	11,504
Motor vehicles	59,431	-	(4,995)	54,436
	<u>£ 327,046</u>	<u>£ 26,825</u>	<u>£ (18,221)</u>	<u>£ 335,650</u>
 <u>Depreciation</u>	 Beginning of year £	 Charge for year £	 Eliminated on disposal £	 End of year £
Properties:				
Long leasehold	40,689	5,980	-	46,669
Short leasehold	119	13	-	132
Plant and machinery	77,523	14,214	-	91,737
Fixtures and fittings	10,093	2,300	(10,093)	2,300
Motor vehicles	41,785	4,115	(3,810)	42,090
	<u>£ 170,209</u>	<u>£ 26,622</u>	<u>£ (13,903)</u>	<u>£ 182,928</u>
 <u>Total net book values</u>	 <u>Beginning of year £ 156,837</u>			 <u>End of year £ 152,722</u>

8. STOCKS	1994	1993
	£	£
Short term work in progress	15,250	16,456
Finished goods and goods for resale	228,519	99,299
	<u>£ 243,769</u>	<u>£ 115,755</u>

LEWIS TYLER AND SONS (FENCING) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1994

9. DEBTORS	1994 £	1993 £
Trade debtors	352,942	271,711
Advance corporation tax recoverable	1,360	975
Other debtors	10,884	800
Prepayments and accrued income	6,682	4,027
	<u>£ 371,868</u>	<u>£ 277,513</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	1994 £	1993 £
Bank loans and overdrafts	134,135	166,150
Other Loans	58,000	60,000
Trade creditors	295,078	144,787
Proposed dividend	2,790	3,900
Advance corporation tax payable	698	975
Corporation tax	21,327	527
Other taxes and social security costs	54,219	24,088
Accruals and deferred income	14,683	10,491
	<u>£ 580,930</u>	<u>£ 410,918</u>

The bank loans and overdraft are secured by unlimited personal guarantees of A J Tyler and J W Tyler; a mortgage over a fence Panel Making Machine and a debenture floating charge over all company assets, in favour of the bank.

Other loans include the following :	1994 £	1993 £
Loan from former director (interest payable at 15.132%)	28,000	40,000
Loans from directors : A.J.Tyler (interest payable at 14.67%)	30,000	20,000
	<u>£ 58,000</u>	<u>£ 60,000</u>

11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	1994 £	1993 £
Bank loans (secured as above)	14,742	28,837
	<u>£ 14,742</u>	<u>£ 28,837</u>

The above amounts are wholly repayable within five years

LEWIS TYLER AND SONS (FENCING) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1994

12. PROVISIONS FOR LIABILITIES AND CHARGES

Deferred tax is calculated at 25% (1993 - 25%) analysed over the following timing differences:-

	Fully Provided	
	1994	1993
	£	£
On the excess of capital allowances over depreciation	6,973	6,241
	£ 6,973	£ 6,241

Movements on the provision for deferred taxation are:-

	£
At 1st January 1994	6,241
Transferred from profit and loss account	732
	£ 6,973

13. SHARE CAPITAL

	1994	1993
	£	£
<u>Authorised</u> 25,000 Ordinary shares of £1 each	£ 25,000	£ 25,000
<u>Allotted, called up and fully paid</u> 15,600 Ordinary shares of £1 each	£ 15,600	£ 15,600

14. RECONCILIATION OF SHAREHOLDERS FUNDS

	1994	1993
	£	£
Retained profit for the year	63,137	10,049
Dividend	(1,540)	(3,900)
	61,597	6,149
Movements in shareholders funds	104,151	98,002
Opening shareholders funds	£ 165,748	£ 104,151