

1241267

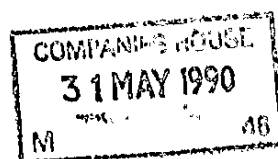
R. J. LENDRUM LIMITED

FINANCIAL STATEMENTS 31ST DECEMBER 1988

COND

H.D. PATEL & CO.

CHARTERED ACCOUNTANTS



R. J. LENDRUM LIMITED

DIRECTOR'S REPORT

The directors present their report and audited financial statements of the company for the year ended 31st December 1988.

RESULTS AND DIVIDENDS

The profit for the year after taxation amounted to £59649. It is recommended that no dividend be paid and that £59649 should be transferred to reserves.

PRINCIPAL ACTIVITIES, TRADING REVIEW AND FUTURE DEVELOPMENTS

The principal activities of the company are that of metal window and doors specialists and general repairs, including automatic installation entrances. The directors consider the results satisfactory and also anticipate an increase in trade.

FIXED ASSETS: Movements on fixed assets are shown in note 5 to the accounts.

DIRECTORS

The following were directors of the company at 31st December 1988 and served throughout the period:

Mr R J Lendrum  
Mr A Jennings  
Mr T Lewis

In accordance with the Articles of Association none of the directors retire.

DIRECTORS SHAREHOLDINGS

The beneficial interests of the directors in the shares of the company are set out below.

	ORDINARY SHARES OF £1 EACH	
	<u>1988</u>	<u>1987</u>
Mr R J Lendrum	199,898	199,898

R J LENDRUM LIMITED

DIRECTORS REPORT (CONTINUED).

AUDITORS

-----  
H D PATEL & CO. have expressed their willingness to continue in office and a resolution to reappoint them will be proposed at the annual general meeting.

By order of the Board.

Mrs M Lendrum  
Secretary

*M. Lendrum.*

Registered Office  
Stourbridge Road Trading Estate  
Faraday Drive  
Bridgenorth  
Shropshire

*29<sup>th</sup> September* 1989  
-----

R J LENDRUM LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER 1988

	Note	31 December 1988	31 December 1987
		£	£
Turnover	2	1661202	1425188
Cost of Sales		<u>1112157</u>	<u>946957</u>
Gross Profit		549045	478231
Distribution and Administration expenses		422939	332205
Interest Payable		<u>8274</u>	<u>11235</u>
Profit on ordinary activities before taxation	3	117832	134701
Taxation	4	<u>58183</u>	<u>50500</u>
Profit after taxation		59649	84201
Dividends		<u>-</u>	<u>40000</u>
		59649	44201
Brought forward Retained profit/(losses)		<u>40850</u>	<u>(3351)</u>
Retained profit carried forward		£ 100409	£ 40850

The notes on pages 6 to 11 form part of these financial statements.

R J LENDRUM LIMITED

BALANCE SHEET AS AT 31ST DECEMBER 1988

		£	£	£	£
FIXED ASSETS	Note	<u>1988</u>		<u>1987</u>	
Tangible assets	5		188290		127565
CURRENT ASSETS					
Stock and Work in progress	6	215645		122966	
Debtors and Prepayments	7	401419		383108	
Cash in Hand		6864		547	
		-----		-----	
		623928		506621	
CREDITORS					
Amounts falling due within one year	8	461546		389836	
		-----		-----	
Net Current Assets			162382		116785
			-----		-----
Total assets less current Liabilities			350572		244350
CREDITORS					
Amounts falling due after more than one year	8		49173		-
Provisions for Liabilities and charges	9		1000		3500
			-----		-----
			300499		240850
			=====		=====
FINANCED BY					
Capital and Reserves					
Called up share capital	10		200000		200000
Profit and Loss account	11		100499		40850
			-----		-----
			300499		240850
			=====		=====

The financial statements were approved by the Board of Directors on 29<sup>th</sup> September 1989

R J Lendrum

A Jennings

The notes on pages 6 to 11 form part of these financial statements.

R J LENDRUM LIMITED

NOTES ON FINANCIAL STATEMENTS

31ST DECEMBER 1988

1. ACCOUNTING POLICIES

A. Basis of accounting:

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

B. Cost of sales:

Cost of sales is stated as all those costs directly incurred by the company in order to bring each product sold to its saleable condition and to provide the services to customers.

C. Depreciation:

Depreciation is calculated on a reducing balance basis to write off the relevant assets over their expected useful lives. The principal annual rates used are as follows:

	%	
	=	
Buildings	4	(Straight Line)
Motor Vehicles	25	-//-
Fixtures, fittings and equipment	15	-//-

D. Stocks:

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

E. Deferred taxation:

Deferred taxation is calculated on the liability method in respect of timing differences between profits as stated in the financial statements and as computed for tax purposes. Where it can be shown with reasonable probability that no such liability will become payable in the foreseeable future no provision is made.

R J LENDRUM LIMITED  
NOTES ON FINANCIAL STATEMENTS  
31ST DECEMBER 1988

2. TURNOVER

Turnover represents the invoiced value excluding value added tax on goods sold and services provided to customers.

The turnover and profit before taxation is attributable to the principal activity of the company, being that of metal window installation specialists and general repairers.

Turnover relates wholly to the United Kingdom.

3. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION  
is stated after charging:

	£
Depreciation	31635
Directors emoluments	60949
Auditors remuneration	4000
	=====

1988	1987
----	----
£	£

4. TAXATION

United Kingdom corporation tax at appropriate rate and adjusted in respect of under provision in previous year	60683	47000
Deferred tax provided in full in respect of accelerated capital allowances	(2500)	3500
	-----	-----
	58183	50500
	=====	=====

R.J. LENDRUM LIMITED

NOTES TO ACCOUNTS

31ST DECEMBER 1988

5. TANGIBLE ASSETS

	Freehold Land and Buildings	Fixtures Fittings and Equipment	Motor Vehicles	Total
	£	£	£	£
Cost:				
1st January 1988	81309	14171	149329	244809
Addition	-	13735	98118	111853
Disposals	-	-	(48915)	(48915)
	81309	27906	198532	307747
	=====	=====	=====	=====
Depreciation:				
1st January 1988	17893	9207	90144	117244
Disposal	-	-	(29422)	(29422)
Charge for period	3252	2627	25756	31635
	=====	=====	=====	=====
31st December 1988	21145	11834	86478	119457
	=====	=====	=====	=====
Net book value:				
31st December 1988	60164	16072	112054	188290
	=====	=====	=====	=====
31st December 1987	63416	4964	59185	127565
	=====	=====	=====	=====



R J LENDRUM LIMITED  
NOTES ON FINANCIAL STATEMENTS  
31ST DECEMBER 1988

6. STOCKS	<u>1988</u>	<u>1987</u>
	£	£
Raw materials	180983	100645
Work in progress	34662	22321
	-----	-----
	215645	122966
	=====	=====
7. DEBTORS		
Amounts falling due within one year:		
Trade debtors	368086	354773
Advance corporation tax recoverable	-	14795
Prepayments and others	33333	13540
	-----	-----
	401419	383108
	=====	=====
8. CREDITORS		
Amounts falling due within one year:		
R J Lendrum Esq	41398	60409
Pension fund loan	54700	52142
Bank overdraft	44509	36653
Trade creditors	186282	154284
Taxes and social security	36507	22131
Other creditors	578	6300
Hire purchase obligations	24852	14100
Corporation tax	72720	43317
	-----	-----
	461546	389836
	=====	=====
CREDITORS		
Amounts falling due after more than one year:		
Hire purchase obligations	49173	-
	=====	=====
9. DEFERRED TAXATION	<u>1988</u>	<u>1987</u>
	£	£
Accelerated capital allowances	1000	3500
	=====	=====

R J LENDRUM LIMITED

NOTES ON FINANCIAL STATEMENTS

31ST DECEMBER 1988

10. SHARE CAPITAL	Authorised ----- £	Issued and Fully Paid ----- £
Ordinary shares of £1 each	500,000 =====	200,000 =====
11. PROFIT AND LOSS ACCOUNT	£ 1988	£ 1987
Balance brought forward	40850	(3351)
Profit for the period	59649	44201
	-----	-----
Balance carry forward 31st December 1988	100499 =====	40850 =====
12. CAPITAL COMMITMENTS	<u>1988</u>	<u>1987</u>
Contracted	nil	nil
Authorised but not contracted	nil	nil
13. As at 31st December 1988 the company had commitments under operating leases as follows:		
	<u>1988</u>	<u>1987</u>
Within one year	24852	14100
Within two to five years	49173	nil
	-----	-----
	74125 =====	14100 =====