

COMPANY NUMBER: 1377564

D. TALLIS HIRE LIMITED

31<sup>st</sup> JULY 1998

ABBREVIATED ACCOUNTS

HAYLES FARRAR & PARTNERS  
CHARTERED ACCOUNTANTS  
39 CASTLE STREET  
LEICESTER  
LE1 5WN



**AUDITORS' REPORT TO THE COMPANY  
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

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We have examined the abbreviated accounts set out on pages 2 to 5 together with the financial statements of the Company for the year ended 31<sup>st</sup> July 1998 prepared under section 226 of the Companies Act 1985.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

**Basis of opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985 and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

*Hayles Farrar & Partners*

**HAYLES FARRAR & PARTNERS**  
Chartered Accountants  
Registered Auditors  
39 Castle Street  
**LEICESTER LE1 5WN**

**17th MAY 1999**

**ABBREVIATED BALANCE SHEET**  
**AT 31<sup>st</sup> JULY 1998**

		<u>1998</u>	<u>1997</u>
<b>Fixed assets</b>			
Tangible assets	2	1,363,059	1,516,496
<b>Current assets</b>			
Stocks		87,445	102,493
Debtors		377,044	356,089
Cash at bank and in hand		15,349	156
		<u>479,838</u>	<u>458,738</u>
<b>Creditors: amounts falling due within one year</b>	3	<u>542,825</u>	<u>676,676</u>
<b>Net current liabilities</b>		( 62,987)	( 217,938)
<b>Total assets less current liabilities</b>		<u>1,300,072</u>	<u>1,298,558</u>
<b>Creditors: amounts falling due after more than one year</b>	3	<u>330,001</u>	<u>374,001</u>
		<u>970,071</u>	<u>924,557</u>
<b>Provision for liabilities and charges</b>			
Deferred taxation		14,889	8,406
		<u>£ 955,182</u>	<u>£ 916,151</u>
<b>Capital and reserves</b>			
Called up share capital	4	100	100
Profit and loss account		955,082	916,051
		<u>£ 955,182</u>	<u>£ 916,151</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

D. A. TALLIS - DIRECTOR

Approved by the Board on

17<sup>th</sup> May 1999

The notes on pages 3 to 5 form part of these abbreviated accounts.

**NOTES TO THE ABBREVIATED ACCOUNTS  
YEAR ENDED 31<sup>st</sup> JULY 1998**

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**1. Accounting policies**

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year.

**1.1 Depreciation**

Depreciation has been calculated to write down the cost of tangible fixed assets over their expected useful lives, using the following rates:

Freehold land	No depreciation
Freehold buildings	2% per annum of cost
Expenditure on tenanted property	5% per annum of cost
Tools and equipment	15% per annum of net book amount
Fixtures, fittings and furniture	20% per annum of net book amount or period of the lease
Hire vehicles	25% per annum of net book amount or period of the lease

**1.2 Stocks**

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

Cost means purchase price and net realisable value means estimated selling price.

**1.3 Deferred taxation**

Deferred taxation is provided on the liability method to take account of timing differences between profits computed for taxation purposes and profits as stated in the financial statements and has been provided for in full.

**1.4 Leasing**

Tangible fixed assets acquired under finance leases or hire purchase contracts are capitalised and depreciated in the same manner as other tangible fixed assets. The related obligations, net of future finance charges, are included in creditors.

**1.5 Pension contributions**

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension charge represents contributions payable by the company to the scheme.

The company has no potential further liability in respect of pensions.

**NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)**  
**YEAR ENDED 31<sup>st</sup> JULY 1998**

**2. Fixed assets**

	<u>Total</u>
Cost	
At 1 <sup>st</sup> August 1997	2,801,192
Additions	123,912
Disposals	( 219,044)
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At 31 <sup>st</sup> July 1998	2,706,060
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Depreciation	
At 1 <sup>st</sup> August 1997	1,284,696
Provided in the year	191,296
On disposals	( 132,991)
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At 31 <sup>st</sup> July 1998	1,343,001
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Net book amount	
At 31 <sup>st</sup> July 1998	£ 1,363,059
	=====
At 31 <sup>st</sup> July 1997	£ 1,516,496
	=====

**3. Creditors**

	<u>1998</u>	<u>1997</u>
Amounts falling due within one year includes:		
Bank loan and overdraft	183,918	229,708
Amounts falling due after more than one year includes:		
Bank loan	330,001	374,001
	-----	-----
	£ 513,919	£ 603,709
	=====	=====

The total bank indebtedness is secured.

Included within the above is £154,001 (1997 £ 198,001) falling due after more than five years.

**4. Share capital**

	<u>Authorised</u>	<u>Allotted, called up and fully paid</u>
	<u>1998 and 1997</u>	<u>1998 and 1997</u>
Ordinary shares of £1 each	£ 500,000	£ 100
	=====	=====

**NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)**  
**YEAR ENDED 31<sup>st</sup> JULY 1998**

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**5. Transaction with directors**

The company paid rent on land used by the business amounting to £5,000 (1997 £5,000) in the year. The land is owned by D. A. Tallis.