

JONES & WHYMARK ENGINEERING LIMITED

ANNUAL REPORT AND ACCOUNTS

YEAR TO 30TH APRIL 1997

Company Registered Number 1487921



# JONES & WHYMARK ENGINEERING LIMITED

## DIRECTORS' REPORT

The directors present their report to the members, together with the annual accounts for the year ended 30th April 1997.

### Principal Activity

The principal activity of the company which is unchanged since last year is, steel fabrication.

### Review of activities, future developments and events since the end of the year

During the course of the year the company's turnover was maintained at last years level but with a fall in gross profit due to one difficult contract.

The results for the year are shown on page 3. In the coming year the company intends to continue to offer a quality service whilst increasing its customer base.

### Directors

The directors of the company and their interests in shares of the company are set out below. There were no changes in the composition of the board of directors during the year.

	30th April 1997	30th April 1996
D. Jones	1 Ordinary Share of £1	1 Ordinary Share of £1
D. Whymark	1 Ordinary Share of £1	1 Ordinary Share of £1

### Directors responsibility for the financial statements

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:

- select suitable accounting policies and apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue to operate.

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.

### Fixed assets

Details of fixed assets of the company are shown on page 5 & Note 6.

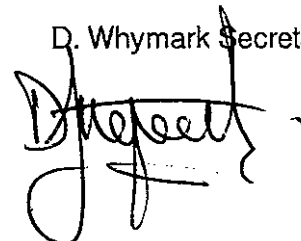
### Dividends

The directors recommend a dividend of £6000 on the ordinary shares.

### Auditors

A resolution to re-appoint the auditors will be proposed at the Annual General Meeting.

Approved by the board of directors on 12th September 1997 and signed on their behalf by:



## AUDITOR'S REPORT

### AUDITOR'S REPORT TO THE SHAREHOLDERS OF

#### JONES & WHYMARK ENGINEERING LIMITED

We have audited the financial statements on page 3 to 9 which have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out on Page 6.

#### **Respective responsibilities of directors and auditors**

As described on page 1 the company's directors are responsible for the preparation of 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.

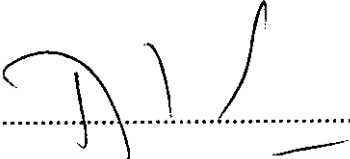
#### **Basis of opinion**

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

#### **Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 30th April 1997 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

  
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DAVID R. FLETCHER

Certified Accountant and Registered Auditor  
21 Layer Road  
COLCHESTER

Date 12th September 1997

JONES & WHYMARK ENGINEERING LIMITED

PROFIT & LOSS ACCOUNT  
FOR THE YEAR ENDED 30TH APRIL 1997

	NOTES	£	1997 £	1996 £
TURNOVER	1		593852	591854
CHANGE IN WORK IN PROGRESS			3535	(3233)
OTHER OPERATING INCOME			10467	7424
			<hr/>	<hr/>
			600784	602511
RAW MATERIALS & CONSUMABLES		164949		161047
OTHER EXTERNAL CHARGES		<u>13930</u>	178879	12010
			<hr/>	<hr/>
			421905	429454
STAFF COSTS		285658		291712
DEPRECIATION	1	13738		13034
OTHER OPERATING CHARGES		<u>109513</u>	408909	106826
			<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2		12996	17882
TAX ON PROFIT ON ORDINARY ACTIVITIES	4		4500	2750
			<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION			8496	15132
PROFIT FOR THE FINANCIAL YEAR			8496	15132
DIVIDENDS	5		6000	6000
			<hr/>	<hr/>
TRANSFER TO RESERVES			2496	9132
			<hr/>	<hr/>

JONES & WHYMARK ENGINEERING LIMITED  
STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES  
FOR THE YEAR ENDED 30TH APRIL 1997

	1997 £	1996 £
Profit for the financial year	8496	15132
Unrealised deficit on revaluation of properties	3800	5500
	<hr/>	<hr/>
TOTAL RECOGNISED GAINS AND LOSSES relating to the year	12296	9632
	<hr/>	<hr/>

NOTES ON HISTORICAL COST PROFITS AND LOSSES

	£	£
Reported profit on ordinary activities before taxation	12996	17882
	<hr/>	<hr/>
Historical cost Profit on ordinary activities before taxation	12996	17882
	<hr/>	<hr/>
Historical cost Profit for the year retained after taxation and dividends	2496	9132
	<hr/>	<hr/>

The notes on pages 5 to 9 form an integral part of these accounts

# JONES & WHYMARK ENGINEERING LIMITED


## BALANCE SHEET

AS AT

30TH APRIL 1997

	NOTES	£	1997 £	1996 £
<u>FIXED ASSETS</u>				
TANGIBLE ASSETS	6		51525	41026
INVESTMENTS	7		56700	60500
			<hr/>	<hr/>
			108225	101526
<u>CURRENT ASSETS</u>				
STOCKS	8	6796		11138
DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	9	156128		120517
DEBTORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	15	43499		-
CASH AT BANK AND IN HAND		17154		65748
		<hr/>		
		223577		
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	10	91656		57479
		<hr/>		
NET CURRENT ASSETS			131921	139924
			<hr/>	<hr/>
NET ASSETS			240146	241450
			<hr/>	<hr/>
<u>CAPITAL &amp; RESERVES</u>				
CALLED UP SHARE CAPITAL	13		2	2
REVALUATION RESERVE	14		(6632)	(2832)
PROFIT & LOSS ACCOUNT	14		246776	244280
			<hr/>	<hr/>
SHAREHOLDERS FUNDS	12		240146	241450
			<hr/>	<hr/>

APPROVED BY THE BOARD OF DIRECTORS ON 12/12 September 1997 AND SIGNED ON  
THEIR BEHALF BY



DIRECTOR

THE NOTES ON PAGES 6 TO 9 FORM AN INTEGRAL PART OF THESE ACCOUNTS.

# JONES & WHYMARK ENGINEERING LIMITED

Notes to the Accounts at 30th April 1997

## 1. Accounting policies

Turnover: Represents net invoiced sales of goods excluding VAT plus applications to be applied for.

Depreciation: This is provided on all tangible assets at rates calculated to write off each asset over its estimated useful life as follows

Leasehold Property	Over length of lease
Plant & Machinery	20% straight line
Fixtures & Fittings	20% straight line
Motor Vehicles	20% straight line

Stock and Work in Progress: These are valued at the lower of cost and net realisable value after making allowance for obsolete and slow moving items

## 2. Operating profit

The operating profit is stated after charging

	1997	1996
	£	£
Depreciation on tangible assets	13738	13034
Staff costs	285658	291712
Auditors remuneration	1650	1650

## 3. Directors' remuneration and transactions involving directors

	1997	1996
	£	£
Directors' remuneration	61237	73047

## 4. Tax on profit on ordinary activities

Corporation tax at 23% & 24%	3000	2750
Adjustment to previous year	1500	-
	4500	2750

## 5. Dividends on equity shares

Equity share & Proposed dividend on Ordinary shares	6000	6000
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6. Tangible Fixed Assets

	Motor Vehicles	Plant & Machinery	Office Equip & Fittings	Leasehold property	Total
Cost:					
At 1st May 1996	45890	107347	13341	13797	180375
Additions during year	3100	11526	1321	10090	26037
	48990	118873	14662	23887	206412
Disposals during year	8290	-	-	-	8290
At 30th April 1997	40700	118873	14662	23887	198122
Depreciation					
At 1st May 1996	25601	96577	12167	5004	139349
Provided during year	6353	7227	701	1256	15537
	31954	103804	12868	6260	154886
Disposals during year	8289	-	-	-	8289
At 30th April 1997	23665	103804	12868	6260	146597
Net Book Value	17035	15069	1794	17627	51525

7. Fixed Asset - Investments Properties  
as valued by the Directors

1997	1996
56700	60500

8. Stocks & Work in progress

Raw materials	5066	5873
Work in progress	1730	5265

6796	11138
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9. Debtors

Amounts falling due within one year

Trade debtors	150371	114561
Other	-	336
Prepayments	5757	5620

156128	120517
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Amounts falling due after more than one year

Other (See note)	43499	-
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10. Creditors		
Amounts falling due within one year		
Trade creditors	58495	31412
Other including tax and social	20856	19553
Security of £6204 (£5510)		
Corporation tax	3016	2773
Proposed dividend	6000	-
Actuals	3289	3741
	<hr/>	<hr/>
	91656	57479
	<hr/>	<hr/>

11. Deferred Taxation		
Not provided for		
Accelerated capital allowances	3295	3576
	<hr/>	<hr/>

No provision has been made for deferred taxation in respect of revalued properties as no material liability is expected to arise on properties which may be sold at their revalued amounts.

12. Reconciliation of movements in shareholders funds		
	1997	1996
Profit for the financial year	8496	15132
Dividends	6000	6000
Revaluation of Investment Properties	3800	5500
	<hr/>	<hr/>
Net fall in shareholders funds	(1304)	3632
Opening shareholders funds	241450	237818
	<hr/>	<hr/>
Closing shareholders funds	240146	241450
	<hr/>	<hr/>
Represented by:		
Equity shares	240146	241450
	<hr/>	<hr/>

13. Called up share capital	Authorised		Allotted, called up and fully paid	
	1997	1996	1997	1996
	£	£	£	£
Equity shares				
1000 Ordinary shares of £1 each	1000	1000	2	2
	<hr/>	<hr/>	<hr/>	<hr/>

14. Reserves

	Revaluation reserve	Profit and loss account
At 1st May 1996	(2832)	244280
Retained profit for the year	-	2498
Revaluation of investment properties	(3800)	-
	<hr/>	<hr/>
At 30th April 1997	(6632)	246778
	<hr/>	<hr/>

15. Related party transactions

The company loaned a company owed by the directors a sum of £45000 which is being charged a commercial rate of interest.

Sum outstanding 30th April 1997 £43499