

JONES & WHYMARK ENGINEERING LIMITED

ANNUAL REPORT AND ACCOUNTS

YEAR TO 30TH APRIL 1999

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 1999.

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 increased to £696448. The gross profit percentage was reduced because of a large sub contract element.

The results for the year are shown on page 3. In the coming year the company intends to continue with its policy of offering 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 1999	30th April 1998
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.

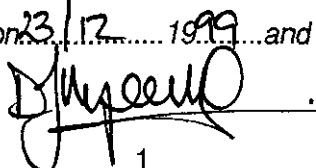
Dividends

The directors recommend a dividend of £7875 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 23/12/1999 and signed on their behalf by:



D. Whymark Secretary

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 and the accounting policies set out under Note 1 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.

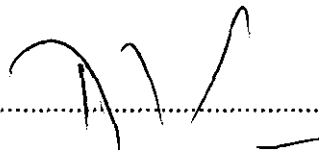
Basis of opinion

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 1999 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

Chartered Certified Accountant and Registered Auditor
21 Layer Road
COLCHESTER

Date.....27/12.....19.99

JONES & WHYMARK ENGINEERING LIMITED

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 30TH APRIL 1999

	NOTES	£	1999 £	1998 £
TURNOVER	1		696448	595227
CHANGE IN WORK IN PROGRESS			(5672)	(2856)
OTHER OPERATING INCOME			10092	10557
			<hr/>	<hr/>
			712212	608640
RAW MATERIALS & CONSUMABLES		160750		132731
OTHER EXTERNAL CHARGES		<u>61580</u>	222330	11393
			<hr/>	<hr/>
STAFF COSTS		305474	489882	464516
DEPRECIATION	1	27338		293729
OTHER OPERATING CHARGES		<u>133653</u>	466465	24753
			<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2		23417	22357
TAX ON PROFIT ON ORDINARY ACTIVITIES	4		7300	3100
			<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION			16117	19257
DIVIDENDS	5		7875	7000
			<hr/>	<hr/>
TRANSFER TO RESERVES			8242	12257
			<hr/>	<hr/>

JONES & WHYMARK ENGINEERING LIMITED
STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 30TH APRIL 1999

	1999 £	1998 £
Profit for the financial year	16117	19257
Unrealised surplus on revaluation of properties	7020	-
	<hr/>	<hr/>
TOTAL RECOGNISED GAINS AND LOSSES relating to the year	23137	19257
	<hr/>	<hr/>

NOTES ON HISTORICAL COST PROFITS AND LOSSES

	1999 £	1998
Reported profit on ordinary activities before taxation	23417	22357
	<hr/>	<hr/>
Historical cost Profit on ordinary activities before taxation	23417	22357
	<hr/>	<hr/>
Historical cost Profit for the year retained after taxation and dividends	8242	12257
	<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 1999

	NOTES	£	1999 £	1998 £
<u>FIXED ASSETS</u>				
TANGIBLE ASSETS	6		93623	78525
INVESTMENTS	7		63720	56700
			<hr/>	<hr/>
			157343	135225
 <u>CURRENT ASSETS</u>				
STOCKS	8	17377		16242
DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	9	157083		121984
DEBTORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	15	36579		43499
CASH AT BANK AND IN HAND		14043		20205
		<hr/>		
		225082		
 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	10	114760		78827
		<hr/>		
 NET CURRENT ASSETS			110322	117178
			<hr/>	<hr/>
 NET ASSETS			267665	252403
			<hr/>	<hr/>
 <u>CAPITAL & RESERVES</u>				
CALLED UP SHARE CAPITAL	13		2	2
REVALUATION RESERVE	14		388	(6632)
PROFIT & LOSS ACCOUNT	14		267275	259033
			<hr/>	<hr/>
 SHAREHOLDERS FUNDS	12		267665	252403
			<hr/>	<hr/>

APPROVED BY THE BOARD OF DIRECTORS ON 23/12/99 AND SIGNED ON
THEIR BEHALF BY


D. W. WHYMARK

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 1999

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 operation profit is stated after charging

	1999 £	1998 £
Depreciation on tangible assets	27338	24753
Staff costs	305474	293729
Auditors remuneration	1750	1700

3. Directors' remuneration and transactions involving directors

Directors' remuneration	74140	61290
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4. Tax on profit on ordinary activities
Corporation tax

7300	3100
7300	3100

5. Dividends on equity shares
Equity share & Proposed dividend
on Ordinary shares

7875	7000
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6. Tangible Fixed Assets

	Motor Vehicles	Plant & Machinery	Office Equip & Fittings	Leasehold property	Total
Cost:					
At 1st May 1998	75037	127453	15022	26830	244342
Additions during year	17238	1493	1501	32204	52436
	92275	128946	16523	59034	296778
Disposals during year	17395	-	-	-	17395
	74880	128946	16523	59034	279383
At 30th April 1999					
Depreciation					
At 1st May 1998	31900	110776	13453	9688	165817
Provided during year	10142	6551	841	5888	23422
	42042	117327	14294	15576	189239
Disposals during year	3479	-	-	-	3479
	38563	117327	14294	15576	185760
At 30th April 1999					
Net Book Value	36317	11619	2229	43458	93623
			1999	1998	
7. Fixed Asset - Investments Properties			£	£	
as valued by Directors			63720	56700	
8. Stocks & Work in progress					
Raw materials			7119	11656	
Work in progress			10258	4586	
			17377	16242	
9. Debtors					
Amounts falling due within one year					
Trade debtors			151400	116344	
Prepayments			5683	5640	
			157083	121984	
Amounts falling due after more than one year					
Other (See note 15)			36579	37574	

10. Creditors	1999	1998
Amounts falling due within one year	£	£
Trade creditors	83877	48905
Other including tax and social Security of £6000 (£5901)	12896	15601
Corporation tax	5631	3165
Proposed dividend	7875	7000
Actuals	4481	4156
	<hr/>	<hr/>
	114760	78827
	<hr/>	<hr/>

11. Deferred Taxation		
Not provided for Accelerated capital allowances	2264	899
	<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		
Profit for the financial year	16117	19257
Dividends	7875	7000
Revaluation of Investment Properties	7020	-
	<hr/>	<hr/>
Net increase in shareholders funds	15262	12257
Opening shareholders funds	252403	240146
	<hr/>	<hr/>
Closing shareholders funds	267665	252403
	<hr/>	<hr/>
Represented by:		
Equity shares	267665	252403
	<hr/>	<hr/>

13. Called up share capital	Authorised		Allotted, called up and fully paid	
	1999	1998	1999	1998
	£	£	£	£
Equity shares				
1000 Ordinary shares of £1 each	1000	1000	2	2
	<hr/>	<hr/>	<hr/>	<hr/>

14. Reserves

	Revaluation Reserve	Profit and Loss account	Total
At 1st May 1998	(6632)	259033	252401
Retained profit for the year		8242	8242
Revaluation of investment properties	7020		7020
	<hr/>	<hr/>	<hr/>
At 30th April 1999	388	267275	267663
	<hr/>	<hr/>	<hr/>

15. Related party transactions

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

Sum outstanding 30th April 1999 £36579 (£37574)