

D G BRUCE ENTERPRISES LIMITED

FINANCIAL STATEMENTS

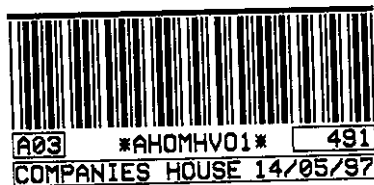
31ST OCTOBER 1996

Registered number: 1558349

(England & Wales)

GOATCHER CHANDLER

CHARTERED ACCOUNTANTS & REGISTERED AUDITOR



**D G BRUCE ENTERPRISES LIMITED**  
**FINANCIAL STATEMENTS**  
**for the year ended 31st October 1996**

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**The following pages do not form part of the statutory accounts**

13	Detailed Trading and Profit and Loss Account
14	Schedule to the Detailed Trading and Profit and Loss Account

## D G BRUCE ENTERPRISES LIMITED

## COMPANY INFORMATION

31st October 1996

NUMBER	1558349
DIRECTORS	D.G. Bruce L.F.L. Bruce
SECRETARY	Mrs L.F.L. Bruce
REGISTERED OFFICE	48 Perry Street Northfleet Kent DA11 8RE
BANKERS	National Westminster Bank Plc 30 King Street Gravesend Kent. DA12 2DU.
ACCOUNTANTS:	Goatcher Chandler Chartered Accountants & Registered Auditor 10 Overcliffe Gravesend Kent DA11 0EF

## D G BRUCE ENTERPRISES LIMITED

## DIRECTORS' REPORT

31st October 1996

The directors present their report and financial accounts for the year ended 31st October 1996.

**Principal activity**

The principal activity of the company throughout the year was that of property investment, general builders and ladies hairstylists.

**Review of the business**

A summary of the results of the trading for the year is given on page 5 of the accounts.

The directors consider the state of affairs to be satisfactory.

**Results**

The retained profit of the company for the year was £14,126, (1995 - £682 profit).

The directors do not recommend the payment of a dividend.

**Fixed assets**

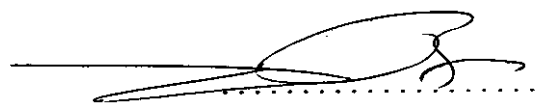
In the opinion of the directors, the open market value of the company's freehold property is not materially in excess of that shown in the accounts in relation to its use in the company's trade.

**Directors**

The directors who served during the year and their beneficial interests in the company's issued ordinary share capital were as follows:

	31st October 1996 ordinary shares	31st October 1995 ordinary shares
D.G. Bruce	1,026	1,026
L.F.L. Bruce	1,076	1,076

Advantage is taken in the preparation of the directors report of the special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985. This report was approved by the board of directors and signed on its behalf.

  
D.G. Bruce  
Director

7th May 1997

## D G BRUCE ENTERPRISES LIMITED

## STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial accounts 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 accounts, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make reasonable and prudent judgements and estimates;
- prepare the financial accounts 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 accounts 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.

By order of the board



D.G. Bruce  
Director

7th May 1997

**D G BRUCE ENTERPRISES LIMITED****ACCOUNTANTS' REPORT****Accountants' report to the shareholders of****D G Bruce Enterprises Limited**

We have examined without carrying out an audit, the accounts for the year ended 31st October 1996 set out on pages 5 to 12.

**Respective responsibilities of directors and reporting accountants**

As described on page 3, the company's directors are responsible for the preparation of the accounts, and they believe that the company is exempt from an audit. It is our responsibility to examine the accounts and, based on our examination, to report our opinion, as set out below to the shareholders.

**Basis of opinion**

We conducted our examination in accordance with the appropriate standards for reporting accounts issued by the Auditing Practices Board. This examination consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purpose of this report.

The examination was not an audit conducted in accordance with Auditing Standards. Accordingly we do not express an audit opinion on the accounts. Therefore our examination does not provide any assurance that the accounting records and the accounts are free from material misstatement.

**Opinion**

In our opinion:

- a) the accounts are in agreement with those accounting records kept by the company under section 221 of the Companies Act 1985;
- b) having regard only to, and on the basis of, the information contained in those accounting records, the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of that Act;
- c) having regard only to, and on the basis of, the information contained in those accounting records the company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(4) of the Act and did not, at any time within the year, fall within any of the categories of companies entitled to the exemption specified in section 249B(1) (a) to (f).

*Goatcher Chandler*

Goatcher Chandler  
Chartered Accountants & Registered Auditor  
10 Overcliffe  
Gravesend  
Kent  
DA11 0EF

12th May 1997

## D G BRUCE ENTERPRISES LIMITED

## PROFIT AND LOSS ACCOUNT

for the year ended 31st October 1996

	Note	1996 £	1995 £
<b>Turnover</b>			
Continuing Operations		43,471	4,940
		-----	-----
		43,471	4,940
Cost of sales		(28,142)	(1,717)
		-----	-----
Gross profit		15,329	3,223
<b>Net operating expenses</b>			
Administrative Expenses		(33,268)	(39,124)
Other Operating Income		41,026	41,936
		-----	-----
<b>Operating profit</b>	2		
Continuing Operations		23,087	6,035
		-----	-----
		23,087	6,035
Investment income		6	-
Interest Payable	4	(4,186)	(3,777)
		-----	-----
<b>Profit on ordinary activities before taxation</b>		18,907	2,258
Taxation	5	(4,781)	(1,576)
		-----	-----
<b>Retained profit for the year</b>	14	14,126	682
		=====	=====

There are no recognised gains and losses in 1996 or 1995 other than the profit for the year.

## D G BRUCE ENTERPRISES LIMITED

## BALANCE SHEET

as at 31st October 1996

	Note	1996 £	1995 £
<b>Fixed assets</b>			
Tangible assets	6	59,433	92,655
<b>Current assets</b>			
Stock	7	53,920	-
Debtors	8	697	4,875
Cash at bank and in hand		15,382	237
		-----	-----
		69,999	5,112
<b>Creditors: amounts falling due within one year</b>	9	44,066	24,485
		-----	-----
<b>Net current assets/(liabilities)</b>		25,933	(19,373)
		-----	-----
<b>Total assets less current liabilities</b>		85,366	73,282
<b>Creditors: amounts falling due After More Than One Year</b>	10	26,696	28,738
<b>Provision for liabilities AND CHARGES</b>	11	142	142
		-----	-----
		58,528	44,402
		=====	=====
<b>Capital and reserves</b>			
Called up share capital	12	2,102	2,102
Profit and loss account	14	56,426	42,300
		-----	-----
<b>Total shareholders' funds</b>	13	£ 58,528	£ 44,402
		=====	=====

Advantage is taken in the preparation of the financial statements of the special exemptions applicable to small companies conferred by part I of schedule 8 to the Companies Act 1985. In the directors' opinion, the company is entitled to those exemptions as a small company.

As required under section 249B(4) of the Companies Act 1985, the directors of the company, state the following:-

- for the year ended 31st October 1996 the company was entitled to the exemption conferred by subsection (1) of section 249A.
- no notice has been deposited under subsection (2) of section 249B in relation to the accounts for the financial year.
- that the directors acknowledge their responsibilities for:-
  - ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and
  - preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company.

The financial statements on pages 5 to 12 were approved by the board of directors on 7th May 1997

D.G. Bruce

Director



## D G BRUCE ENTERPRISES LIMITED

## NOTES ON FINANCIAL STATEMENTS

31st October 1996

## 1. Accounting policies

**Basis of Accounting**

These financial accounts have been prepared in accordance with applicable accounting standards and under the historical cost convention.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No 1 on the grounds that it is entitled to the exemptions available in Sections 246 to 247 of the Companies Act 1985 for small companies.

**Turnover**

Turnover is the amount derived from the sale of property falling within the company's ordinary activities.

**Tangible Fixed Assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life, except the company has not depreciated its freehold buildings.

Freehold Buildings	Nil
Short Leasehold Property	Over the period of the lease
Plant & Machinery	15% on written down value
Fixtures and fittings	15% on written down value

No depreciation is provided on freehold land.

**Stocks and Work in Progress**

Stocks and work in progress are valued at cost. Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

**Deferred Taxation**

Deferred Taxation is provided using the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

## 2. Operating profit

	1996 £	1995 £
Operating Profit is stated after charging:		
Depreciation of Tangible Assets	210	250
Staff Costs - note 3	29,057	21,541
	=====	=====

## D G BRUCE ENTERPRISES LIMITED

## NOTES ON FINANCIAL STATEMENTS

31st October 1996

## 3. Staff costs

The average monthly number employed including directors, within each category of persons was:

	1996	1995
Production staff	2	-
Office and management	3	3
	-----	-----
	5	3
	=====	=====

The costs incurred, including Directors Remuneration, in respect of these employees were:

	1996 £	1995 £
Wages and Salaries	27,399	19,815
Social Security Costs	1,658	1,726
	-----	-----
	29,057	21,541
	=====	=====

## 4. Interest payable

	1996 £	1995 £
Bank interest	1,422	549
Other interest payable	2,764	3,228
	-----	-----
	4,186	3,777
	=====	=====

## 5. Taxation

	1996 £	1995 £
Taxation is based on the Profit for the comprises of:		
Corporation tax	4,714	668
Over/under provisions in earlier years	67	901
Deferred taxation	-	7
	-----	-----
	4,781	1,576
	=====	=====

U.K. corporation is charges at 25% (1995 25%).

## D G BRUCE ENTERPRISES LIMITED

## NOTES ON FINANCIAL STATEMENTS

31st October 1996

## 6 Tangible fixed assets

	Plant and Machinery £	Fixtures and Fittings £	Land and Buildings £	Total £
Cost				
1st November 1995	581	2,423	92,991	95,995
Inter-category transfers	-	-	(33,012)	(33,012)
	-----	-----	-----	-----
31st October 1996	581	2,423	59,979	62,983
	-----	-----	-----	-----
Depreciation				
1st November 1995	250	1,348	1,742	3,340
Charge for year	49	161	-	210
	-----	-----	-----	-----
31st October 1996	299	1,509	1,742	3,550
	-----	-----	-----	-----
Net book amount				
31st October 1996	282	914	58,237	59,433
	=====	=====	=====	=====
31st October 1995	331	1,075	91,249	92,655
	=====	=====	=====	=====

## 7. Stocks

	1996 £	1995 £
Stocks of freehold property	22,008	-
Work in progress	31,912	-
	-----	-----
	53,920	-
	=====	=====

## 8. Debtors

	1996 £	1995 £
Amounts falling due within one year:		
Trade Debtors	-	3,900
Prepayments	697	975
	-----	-----
	697	4,875
	=====	=====

## D G BRUCE ENTERPRISES LIMITED

## NOTES ON FINANCIAL STATEMENTS

31st October 1996

9. **Creditors:** amounts falling due within one year

	1996 £	1995 £
Commercial mortgage	1,827	7,645
Trade Creditors	17,201	696
Other creditors:		
Corporation Tax	4,713	668
Other Tax and Social Security	384	768
Other Creditors	16,476	11,531
Accruals and Deferred Income	3,465	3,177
	-----	-----
	44,066	24,485
	=====	=====

10. **Creditors:** amounts falling due after more than one year

	1996 £	1995 £
Commercial mortgage	26,696	28,738
	-----	-----
	26,696	28,738
	=====	=====

**Maturity of debt included above**

In the next year	1,827	1,225
In two - five years	4,940	4,900
After more than five years	21,756	23,838
	-----	-----
	28,523	29,963
	=====	=====

The commercial mortgage is secured by mortgage deed over the freehold property.

The commercial mortgage is repayable over a period of thirteen years by monthly instalments.

## D G BRUCE ENTERPRISES LIMITED

## NOTES ON FINANCIAL STATEMENTS

31st October 1996

## 11. Provisions for liabilities and charges

	1996 £	1995 £
Deferred Taxation	142	142
	=====	=====
At Start of Year	142	135
Charge for the Year	-	7
	-----	-----
At End of Year	142	142
	=====	=====

Provision is made for taxation liabilities arising from the allocation of items to different periods for taxation and for accounting purposes, except where it is probable that a liability will not crystallise. The source of the balance on the Deferred Taxation account and the amounts for which provision has not been made are as follows:

	Provided	
	1996 £	1995 £
Capital allowances in excess of	142	142
	-----	-----
	142	142
	=====	=====

## 12 Called up share capital

	1996		1995	
	Number of shares	£	Number of shares	£
Authorised				
Equity shares				
Share capital	10,000	10,000	10,000	10,000
	=====	=====	=====	=====
Allotted called up and fully paid				
Equity shares				
Share capital	2,102	2,102	2,102	2,102
	=====	=====	=====	=====

## D G BRUCE ENTERPRISES LIMITED

## NOTES ON FINANCIAL STATEMENTS

31st October 1996

## 13. Reconciliation of movements in shareholders' funds

	1996 £	1995 £
Profit for the financial year representing a	14,126	682

## SHAREHOLDERS' FUNDS

Opening shareholders' funds	44,402	43,720
	-----	-----
Closing shareholders' funds	58,528	44,402
	=====	=====

## 14. Reserves

	Profit and Loss Account £
Balance at 1st November 1995	42,300
Retained Profit for the Year	14,126
	-----
Balance at 31st October 1996	56,426
	=====