

"Companies House"

1589762

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 1997

FOR

BODDINGTONS LIMITED



**BODDINGTONS LIMITED**

**COMPANY INFORMATION**

**DIRECTORS:** R M Boddington esq  
Mrs P Swainsbury

**SECRETARY:** Mrs P Swainsbury

**REGISTERED OFFICE:** Unit 10  
Chelmsford Road Industrial Estate  
Great Dunmow  
Essex CM6 1HF

**REGISTERED NUMBER:** 01589762

**AUDITORS:** N.J. Liddell & Co.  
Chartered Accountants  
Suite 10, Rood End House  
Stortford Road  
Great Dunmow  
Essex CM6 1DA

**BODDINGTONS LIMITED**

**REPORT OF THE DIRECTORS**

The directors present their report with the audited financial statements of the company for the year ended 31 December 1997.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of manufacturers and distributors of printed warning tapes and the distribution of electrical products to industrial users.

**REVIEW OF BUSINESS**

The results for the year and financial position of the company are as shown in the annexed financial statements.

**DIVIDENDS AND TRANSFERS TO RESERVES**

No dividends will be distributed for the year ended 31 December 1997. The retained profit transferred to reserves will be £112,393.

**DIRECTORS**

The directors of the company in office during the year and their beneficial interests in the issued share capital were as follows:

<u>Name</u>	<u>Class of Capital</u>	<u>31.12.97</u>	<u>31.12.96</u>
R M Boddington esq	Ordinary Shares £1	24,399	24,399
Mrs P Swainsbury	Ordinary Shares £1	250	250
	"A" Shares £1	625	625

**AUDITORS**

The auditors, N.J. Liddell & Co., will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

**SMALL COMPANY RULES**

This report and financial statements have been prepared in accordance with the special provisions of part VII of the Companies Act 1985 relating to small and medium sized companies.

**BY ORDER OF THE BOARD:**

Director



Dated: 26th October 1998

**BODDINGTONS LIMITED**

**DIRECTORS RESPONSIBILITIES & REPORT OF THE AUDITORS**

**Statement of directors' responsibilities**

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 then apply them consistently; make judgements and estimates that are reasonable and prudent; and prepare the financial statements on a going concern basis unless it is inappropriate to assume 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 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.

**Auditors report to the members of Boddingtons Limited**

We have audited the financial statements on pages 4 to 12 which have been prepared under the historical cost convention and the accounting policies set out in the financial statements.

**Respective responsibilities of directors and auditors.**

As described above, the company's directors are responsible for the preparation of the 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 judgements made by the directors in the preparation of the financial statements, and of 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 as at 31st December 1997 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985 applicable to small companies

N J Liddell & Co  
Chartered Accountants  
and Registered Auditors  
Suite 10, Rood End House  
Stortford Road  
Dunmow  
Essex CM6 1DA



Dated: 26th October 1998

**BODDINGTONS LIMITED**

**PROFIT AND LOSS ACCOUNT**  
**for the Year Ended 31 December 1997**

	Notes	31.12.97		31.12.96	
		£	£	£	£
<b>TURNOVER</b>	2		4,431,079		4,509,139
Cost of Sales			2,503,295		2,686,144
<b>GROSS PROFIT</b>			1,927,784		1,822,995
Administrative Expenses		1,399,312		1,397,743	
Other Operating Charges		349,801		338,305	
		-----	1,749,113	-----	1,736,048
<b>OPERATING PROFIT</b>	4		178,671		86,947
Interest Receivable	5		503		558
			-----		-----
			179,174		87,505
Interest Payable and Similar Charges	6		22,948		27,101
			-----		-----
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>			156,226		60,404
Tax on Profit on Ordinary Activities	7		43,833		15,965
			-----		-----
<b>PROFIT FOR THE YEAR</b>			112,393		44,439
Retained Profit brought forward			556,563		512,124
			-----		-----
<b>RETAINED PROFIT CARRIED FORWARD</b>			£668,956		£556,563
			=====		=====

There are no recognised gains or losses in the year or previous year other than the profit (1996 profit) for the year. All amounts relate to continuing operations, there were no acquisitions or discontinued operations.

The notes form part of these financial statements

**BODDINGTONS LIMITED**

**BALANCE SHEET**  
**As at 31 December 1997**

Notes	31.12.97		31.12.96	
	£	£	£	£
<b>FIXED ASSETS:</b>				
Tangible Assets	8	382,052		409,346
<b>CURRENT ASSETS:</b>				
Stocks	9	303,253	255,480	
Debtors	10	850,119	789,535	
Cash at Bank		5,787	1,303	
		-----	-----	
		1,159,159	1,046,318	
<b>CREDITORS: Amounts falling due within one year</b>				
	11	787,556	796,802	
		-----	-----	
<b>NET CURRENT ASSETS:</b>				
		371,603		249,516
		-----		-----
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>				
		753,655		658,862
<b>CREDITORS: Amounts falling due after more than one year</b>				
Lease and Hire Purchase		44,699		63,299
		-----		-----
		£708,956		£595,563
		=====		=====
<b>CAPITAL AND RESERVES:</b>				
Called Up Share Capital	13	26,683		26,582
Share Premium	14	13,317		12,418
Profit & Loss Account		668,956		556,563
		-----		-----
		£708,956		£595,563
		=====		=====

In preparing these financial statements we have relied on sections 246 and 247 of the Companies Act 1985 as enabling us to take advantage of the special exemptions applicable to small and medium sized companies.

  
.....  
DIRECTOR

On behalf of the Board dated: 26th October 1998

The notes form part of these financial statements

**BODDINGTONS LIMITED****CASH FLOW STATEMENT**  
**for the Year Ended 31 December 1997**

	31.12.97		31.12.96	
	£	£	£	£
<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>				
Operating Profit	178,671		86,947	
Depreciation	120,879		116,095	
(Profit)/Loss on sale of assets	(2,174)		(1,949)	
(Increase)/Decrease in Stock	(47,773)		(5,304)	
(Increase)/Decrease in Debtors	(60,584)		(171,781)	
Increase/(Decrease) in Creditors	(79,255)		184,811	
	-----	109,764	-----	208,819
<b>RETURNS ON INVESTMENT AND SERVICING OF FINANCE</b>				
Interest Received	503		558	
Interest Paid	(22,948)		(27,101)	
	-----	(22,445)	-----	(26,543)
<b>TAXATION</b>				
Taxation Paid		(18,336)		(28,780)
<b>CAPITAL INVESTMENT</b>				
Payments to acquire Fixed Assets	(100,510)		(92,850)	
Receipts from sales of Fixed Assets	9,099		7,250	
	-----	(91,411)	-----	(85,600)
<b>EQUITY DIVIDENDS PAID</b>		-		(4,148)
<b>FINANCING</b>				
Issue of Ordinary Share Capital	1,000		-	
Lease and Hire Purchase	(18,600)		(35,032)	
Bank Loan	-		(2,697)	
	-----	(17,600)	-----	(37,729)
		-----		-----
		(40,028)		26,019
		=====		=====
<b>INCREASE IN CASH</b>				
Cash at Bank		4,484		(11,715)
Bank Overdraft		(44,512)		37,734
		-----		-----
		(40,028)		26,019
		=====		=====

The notes form part of these financial statements

**BODDINGTONS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
**for the Year Ended 31 December 1997**

**1. ACCOUNTING POLICIES**

**Accounting Convention**

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

**Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax.

**Tangible Fixed Assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Leasehold Property	- Written off in year
Leasehold Improvements	- 10% on written down value
Fixtures and Fittings	- 25% on written down value
Motor Vehicles	- 25% on written down value

**Stocks**

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Deferred Taxation**

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

**Foreign Currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

**Hire Purchase and Leasing Commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet and are depreciated over their useful lives. The interest element of the repayment obligation is charged to profit and loss over the period of the agreement on a straight line basis.

**2. TURNOVER**

The turnover and profit before taxation are attributable to the one principal activity of the company.



**BODDINGTONS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
**for the Year Ended 31 December 1997**

<b>3. EMPLOYEE INFORMATION</b>	<b>1997</b>	<b>1996</b>
	£	£
Wages and Salaries	758,333	713,671
Social Security Costs	96,073	76,431
Pension Contributions	90,240	154,851
	-----	-----
	944,646	944,953
	=====	=====

The average weekly number of employees during the year was as follows:

	<b>1997</b>	<b>1996</b>
Office and Management	20	19
Production and Sales	35	33
	===	===

**4. OPERATING PROFIT**

The operating profit is stated after charging/(crediting):

	<b>1997</b>	<b>1996</b>
	£	£
Directors' Emoluments (see note 3.)	180,126	218,611
Hire of Plant and Machinery	383	947
Depreciation - Owned Assets	83,904	75,516
Depreciation - Assets on Hire Purchase or Finance Leases	36,975	40,579
Profit on Disposal of Fixed Assets	(2,174)	(1,949)
Auditors' Remuneration	6,000	6,000
	=====	=====

The emoluments of the chairman, excluding pension contributions, were £59,600 (1996 - £52,600). The other director's emoluments, excluding pension contributions, were £21,730 (1996 - £19,000).

<b>DIRECTORS EMOLUMENTS</b>	<b>1997</b>	<b>1996</b>
	£	£
Wages and Salaries	81,300	71,600
Social Security Costs	8,586	7,160
Pension Contributions	90,240	139,851
	-----	-----
	180,126	218,611
	=====	=====

**5. INTEREST RECEIVABLE**

	<b>1997</b>	<b>1996</b>
	£	£
Deposit Account Interest	503	558
	=====	=====

**6. INTEREST PAYABLE AND SIMILAR CHARGES**

	<b>1997</b>	<b>1996</b>
	£	£
Bank Loans, Overdrafts and Other Loans repayable within five years	22,948	27,101
	-----	-----
	22,948	27,101
	=====	=====

**BODDINGTONS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
**for the Year Ended 31 December 1997**

**7. TAXATION**

The tax charge on the profit on ordinary activities for the year was as follows:

	1997 £	1996 £
Based on the adjusted results of the year:		
UK Corporation Tax at 23.25% (1996 24.25%)	43,860	21,274
Under Provision Prior Year	(60)	(5,309)
Interest on Late Paid Tax	33	-
	-----	-----
	43,833	15,965
	=====	=====

**8. TANGIBLE FIXED ASSETS**

	Leasehold Property	Leasehold Improvements	Fixtures and Fittings	Motor Vehicles	Totals
	----- £	----- £	----- £	----- £	----- £
<b>COST:</b>					
As at 1 January 1997	8,000	120,871	797,248	62,437	988,556
Additions	-	-	46,373	54,137	100,510
Disposals	-	-	-	(18,625)	(18,625)
	-----	-----	-----	-----	-----
	8,000	120,81	843,621	97,949	1,070,441
	-----	-----	-----	-----	-----
<b>DEPRECIATION:</b>					
As at 1 January 1997	-	41,284	493,860	44,066	579,210
Charge for Year	8,000	7,958	91,878	13,043	120,879
Eliminated on Disposals	-	-	-	(11,700)	(11,700)
	-----	-----	-----	-----	-----
	8,000	49,242	585,738	45,409	688,389
	-----	-----	-----	-----	-----
<b>NET BOOK VALUES:</b>					
As at 31 December 1997	-	£71,629	£257,883	£52,540	£382,052
	=====	=====	=====	=====	=====
As at 31 December 1996	£8,000	£79,587	£303,388	£18,371	£409,346
	=====	=====	=====	=====	=====

**BODDINGTONS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
**for the Year Ended 31 December 1997**

Fixed assets, included in the above, which are held under hire purchase or finance leases are as follows:

	Fixtures and Fittings	Motor Vehicles	Totals
	£	£	£
<b>COST:</b>			
As at 1 January 1997	215,384	-	215,384
Additions	-	54,137	54,137
Transferred to Ownership	(48,848)	-	(48,848)
	166,536	54,137	220,673
<b>DEPRECIATION:</b>			
As at 1 January 1997	93,645	-	93,645
Charge for Year	26,794	10,181	36,975
Transferred to Ownership	(34,286)	-	(34,286)
	86,153	10,181	96,334
<b>NET BOOK VALUES:</b>			
As at 31 December 1997	£80,383	£43,956	£124,339
As at 31 December 1996	£121,739	-	£121,739

9. **STOCKS**

	1997	1996
	£	£
Raw Materials and Finished Goods	303,253	255,480

10. **DEBTORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR**

	1997	1996
	£	£
Trade Debtors	771,366	761,132
Sundry Debtors and Prepayments	20,649	27,366
Other Debtors	58,104	-
ACT Recoverable	-	1,037
	850,119	789,535

**BODDINGTONS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
**for the Year Ended 31 December 1997**

**11. CREDITORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR**

	1997	1996
	£	£
Bank Loans and Overdrafts		
(See Note 12)	273,931	229,419
Trade Creditors	364,001	442,639
Directors Current Accounts	720	1,737
Lease and Hire Purchase	48,086	37,138
Sundry Creditors	22,900	32,756
Other Taxes and PAYE	19,098	28,201
Taxation	43,320	17,823
Accrued Expenses	15,500	7,089
	-----	-----
	787,556	796,802
	=====	=====

**12. BANK LOANS AND OVERDRAFTS**

The aggregate amount of bank loans and overdrafts was as follows:

	1997	1996
	£	£
Falling due within one year		
Bank Overdraft	273,931	229,419
	=====	=====

**SECURITY**

The bank overdraft and loans are secured by a debenture over the company's assets and by a legal Mortgage over the Freehold Property used by the company which is owned by one of the directors.

**13. CALLED UP SHARE CAPITAL**

			1997	1996
			£	£
<b>Authorised:</b>				
Number:	Class:	Nominal Value:		
100,000	Ordinary Shares	£1	100,000	100,000
10,000	"A" Shares	£1	10,000	10,000
			-----	-----
			110,000	110,000
			=====	=====
 <b>Allotted, issued and fully paid:</b>				
Number:	Class:	Nominal Value:		
26,058	Ordinary Shares	£1	26,058	25,957
625	"A" Shares	£1	625	625
			-----	-----
			26,683	26,582
			=====	=====

**BODDINGTONS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
**for the Year Ended 31 December 1997**

The following additional fully paid shares were issued at a premium as shown below:

101 Ordinary Shares shares of £1 each at £8.90 per share

These shares were issued to widen the ownership of the company.

**14. SHARE PREMIUM ACCOUNT**

	1997	1996
	£	£
Brought Forward	12,418	12,418
Cash Share Issue	899	-
	-----	-----
	13,317	12,418
	=====	=====

**15. PENSION COMMITMENTS**

The company operates a money purchase scheme for the principal director and certain employees. This is funded as the directors see fit and there are no set contribution levels.

**16. TRANSACTIONS WITH DIRECTORS**

The company rents two industrial units from the principal director. The rent paid is commercial and is currently £3,500 per month.

**17. EXPORTS**

During the year the Company Exported goods outside the United Kingdom with a total value of £1,937,510 (1996 £1,566,723).

**18. SHAREHOLDERS FUNDS**

Reconciliation of movement in shareholders funds	1997	1996
	£	£
Opening Shareholders Funds	595,563	551,124
Profit for the Year	112,393	44,439
Share Issue	1,000	-
	-----	-----
Closing Shareholders Funds	708,956	595,563
	=====	=====