

**CREST LIFTS LIMITED**  
**FINANCIAL STATEMENTS**

**31ST MAY 1997**

**Registered number: 2220215**

**STEWART & CO.**  
**CHARTERED ACCOUNTANTS**  
**Camberley**



**CREST LIFTS LIMITED**  
**FINANCIAL STATEMENTS**  
**for the Year ended 31st May 1997**

**CONTENTS**

	Page
Company information	1
Directors' report	2
Statement of directors' responsibilities	3
Auditors' report	4
Profit and loss account	5
Statement of total recognised gains and losses	6
Balance sheet	7
Notes	8-13

**The following page does not form part of the statutory accounts**

Detailed trading and profit and loss account	Appendix 1
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**CREST LIFTS LIMITED**  
**COMPANY INFORMATION**

**31st May 1997**

NUMBER	2220215
CHAIRMAN	K.P.Lynch
OTHER DIRECTORS	Mrs A.B.Lynch
SECRETARY	Mrs A.B.Lynch
REGISTERED OFFICE	Knoll House Knoll Road Camberley GU15 3SY
BANKERS	National Westminster Bank plc 2 Alexandra Road Farnborough GU14 6YR
AUDITORS	Stewart & Co. Chartered Accountants Knoll House Knoll Road Camberley GU15 3SY

## DIRECTORS' REPORT

31st May 1997

The directors present their report and the audited financial statements for the year ended 31st May 1997.

**Principal activity**

The principal activity of the company is the installation and maintenance of lifts

**Directors**

The directors of the company during the Year and their interests in the shares of the company as recorded in the register of directors' interests were as follows

	31st May 1997 Ordinary shares	1st June 1996 Ordinary shares
K.P.Lynch	16,000	16,000
Mrs A.B.Lynch	4,000	4,000

**Auditors**

The Company has elected to dispense with the annual appointment of auditors. In the absence of a specific resolution to the contrary Stewart & Co. will continue in office.

**Small company exemptions**

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board

Knoll House  
Knoll Road  
Camberley  
GU15 3SY

*A.B. Lynch* Mrs A.B.Lynch  
Secretary

Date...11.3.1998.....

## CREST LIFTS LIMITED

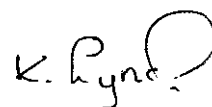
## STATEMENT OF DIRECTORS' RESPONSIBILITIES

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 apply them consistently;
- make judgements 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 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 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.

On behalf of the board



K.P. Lynch  
Chairman

## CREST LIFTS LIMITED

## AUDITORS' REPORT

## Auditors' report to the members of Crest Lifts Limited

We have audited the financial statements on pages 5 – 14 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

**Respective responsibilities of directors and auditors**

As described on page 3, 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 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 error or other irregularity. 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 May 1997 and of its profit for the Year then ended and have been properly prepared in accordance with the Companies Act 1985.

Knoll House  
Knoll Road  
Camberley  
Surrey

Date.....

22/2/1998

  
Stewart & Co.  
Registered Auditor  
Chartered Accountants

## CREST LIFTS LIMITED

## PROFIT AND LOSS ACCOUNT

for the Year ended 31st May 1997

	Note	1997 £	1996 £
Turnover	2	588,057	462,046
Cost of sales		(339,984)	(255,646)
Gross profit		248,073	206,400
Net operating expenses			
Administrative expenses		(226,093)	(204,756)
Other operating income		127	756
Operating profit	3	22,107	2,400
Interest payable	5	(4,407)	(3,806)
Profit/(loss) on ordinary activities before taxation		17,700	(1,406)
Taxation	6	(4,099)	2,883
Profit on ordinary activities after taxation		13,601	1,477
Dividends	7	(20,000)	(5,000)
Retained loss for the Year	15	(6,399)	(3,523)

Movements in reserves are shown in note 15.

None of the company's activities were acquired or discontinued during the above two financial years.

## CREST LIFTS LIMITED

## STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

for the Year ended 31st May 1997

	1997 £	1996 as restated £
Profit for the financial Year	13,601	1,477
Prior year adjustments (as explained in note 17)	-	(37,402)
Total gains and losses recognised since last annual report	<u>13,601</u>	<u>(35,925)</u>



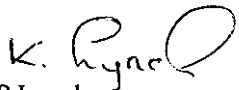
## BALANCE SHEET

at 31st May 1997

	Note	£	1997 £	£	1996 £
<b>Fixed assets</b>					
Tangible assets	8		49,233		49,324
<b>Current assets</b>					
Stock and work in progress	9	11,615		4,375	
Debtors	10	140,516		80,826	
Cash at bank and in hand		12,535		23,804	
			<u>164,666</u>	<u>109,005</u>	
Creditors: amounts falling due within one year	11	(218,787)		(155,168)	
<b>Net current liabilities</b>			(54,121)		(46,163)
<b>Total assets less current liabilities</b>			<u>(4,888)</u>		<u>3,161</u>
Creditors: amounts falling due after more than one year	12		(13,306)		(14,955)
			<u>(18,194)</u>		<u>(11,794)</u>
<b>Capital and reserves</b>					
Called up share capital	14		20,000		20,000
Profit and loss account	15		(38,194)		(31,794)
<b>Total shareholders' funds</b>	13		<u>(18,194)</u>		<u>(11,794)</u>

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the board of directors and signed on its behalf by:

  
K.P. Lynch  
Chairman

Date 12.3.98

**CREST LIFTS LIMITED****NOTES ON FINANCIAL STATEMENTS****31st May 1997****1 Accounting policies****Basis of accounting**

The financial statements have been prepared under the historical cost accounting rules.

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 qualifies as a small company under the Companies Act 1985.

**Turnover**

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

**Depreciation**

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Plant and machinery	12.5% or 20% of cost per annum
Motor vehicles	25% on the reducing balance
Fixtures and fittings	15% or 25% of cost per annum

**Leases and hire purchase contracts**

Tangible fixed assets acquired under finance leases and hire purchase contracts are capitalised at the estimated fair value at the date of inception of each lease or contract. The total finance charges are allocated over the period of the lease in such a way as to give a reasonably constant charge on the outstanding liability.

**Stocks and work in progress**

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. The cost of work in progress and finished goods includes all production overheads and depreciation and the attributable proportion of indirect overheads based on the normal level of activity. Net realisable value is based on estimated selling price less the estimated cost of disposal.

**Deferred taxation**

Deferred taxation is provided on 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.

**Pensions****Defined contribution scheme**

Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

## NOTES ON FINANCIAL STATEMENTS

31st May 1997

## 2 Turnover

In the opinion of the directors, none of the turnover of the company is attributable to geographical markets outside the UK. (1996 nil)

## 3 Operating profit

	1997 £	1996 £
Operating profit is stated after crediting		
Interest receivable	127	756
and after charging		
Auditors' remuneration	3,000	2,350
Loss on sale of assets	2,160	-
Depreciation of tangible fixed assets (note 8)		
owned assets	4,763	4,193
leased assets	10,544	4,905
	15,307	9,098

## 4 Directors

	1997 £	1996 £
Directors' emoluments	60,495	52,878

**Defined contribution pension scheme**

The company operates a defined contribution scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £13,095 (1996 £8,094). Contributions totalling £0 (1996 £0) were payable to the fund at 31st May 1997 and are included in creditors.

## 5 Interest payable

	1997 £	1996 £
Finance lease and hire purchase contracts	2,652	1,691
Other interest payable	1,755	2,115
	4,407	3,806

## CREST LIFTS LIMITED

## NOTES ON FINANCIAL STATEMENTS

31st May 1997

## 6 Taxation

	1997 £	1996 £
Corporation tax on profit on ordinary activities at 21% (1996 24%)	4,099	-
Corporation tax repayments	-	(2,883)
	<u>4,099</u>	<u>(2,883)</u>

## 7 Dividends

	1997 £	1996 £
Equity - ordinary/final	<u>20,000</u>	<u>5,000</u>

## 8 Tangible fixed assets

Cost	Motor Vehicles £	Plant and Machinery £	Fixtures and Fittings £	Total £
1st June 1996	79,880	1,150	17,274	98,304
Additions	17,118	-	4,290	21,408
Disposals	(30,209)	-	-	(30,209)
31st May 1997	<u>66,789</u>	<u>1,150</u>	<u>21,564</u>	<u>89,503</u>
<b>Depreciation</b>				
1st June 1996	38,960	155	9,865	48,980
Charge for Year	13,194	155	1,958	15,307
Disposals	(24,017)	-	-	(24,017)
31st May 1997	<u>28,137</u>	<u>310</u>	<u>11,823</u>	<u>40,270</u>
<b>Net book amount</b>				
31st May 1997	<u>38,652</u>	<u>840</u>	<u>9,741</u>	<u>49,233</u>
1st June 1996	<u>40,920</u>	<u>995</u>	<u>7,409</u>	<u>49,324</u>

The net book amount of fixed assets includes £33,178 (1996 £33,902) in respect of assets held under finance leases and hire purchase contracts, the depreciation of which is shown in note 3.

## 9 Stock and work in progress

	1997 £	1996 £
Stocks	<u>11,615</u>	<u>4,375</u>

## CREST LIFTS LIMITED

## NOTES ON FINANCIAL STATEMENTS

31st May 1997

## 10 Debtors

	1997 £	1996 £
<b>Amounts falling due within one year</b>		
Trade debtors	118,166	58,139
Other debtors	9,133	13,301
Prepayments and accrued income	13,217	9,386
	<u>140,516</u>	<u>80,826</u>

## 11 Creditors: amounts falling due within one year

	1997 £	1996 £
Bank overdrafts	13,925	-
Trade creditors	79,252	60,239
Other loans	17,000	20,000
Corporation tax	9,099	1,250
Other taxation and social security	16,955	8,520
Other creditors	20,051	5,351
Accruals and deferred income	49,223	46,657
Obligations under finance leases and hire purchase contracts - note 12	13,282	13,151
	<u>218,787</u>	<u>155,168</u>

## 12 Creditors: amounts falling due after more than one year

	1997 £	1996 £
Other creditors	13,306	14,955
	<u>13,306</u>	<u>14,955</u>
<b>Maturity of debt included above</b>		
In one year or less, or on demand	17,000	20,000

## Creditors other than finance lease and hire purchase contracts

## Obligations under finance leases and hire purchase contracts

Amounts included above are repayable over varying periods by monthly instalments as follows:

In the next year	13,282	13,151
In the second to fifth years	13,306	14,955
	<u>26,588</u>	<u>28,106</u>

## CREST LIFTS LIMITED

## NOTES ON FINANCIAL STATEMENTS

31st May 1997

## 13 Reconciliation of movements in shareholders' funds

	1997	1996 as restated
	£	£
Profit for the financial Year	13,601	1,477
Dividends	(20,000)	(5,000)
	<u>(6,399)</u>	<u>(3,523)</u>
Prior year adjustments	-	(37,402)
Net subtraction from shareholders' funds	(6,399)	(40,925)
Opening shareholders' funds	(11,795)	29,131
Closing shareholders' funds	<u>(18,194)</u>	<u>(11,794)</u>

## 14 Called up share capital

	1997		1996	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>
Allotted called up and fully paid				
Ordinary shares of £1 each	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>

## 15 Profit and loss account

	1997 £
1st June 1996	(31,795)
Retained loss for the Year	<u>(6,399)</u>
31st May 1997	<u>(38,194)</u>

## CREST LIFTS LIMITED

## NOTES ON FINANCIAL STATEMENTS

31st May 1997

**16 Guarantees and other financial commitments**

Financial commitments under non-cancellable operating leases will result in the following payments falling due in the year to 31st May 1998

	1997 Land and Buildings £	1996 Land and Buildings £
Expiring Within one year	4,500	4,500
	<u>4,500</u>	<u>4,500</u>

**17 Prior year adjustment**

An adjustment was found to be necessary to the balance of retained profits brought forward to reflect the existence of material balances in respect of both deferred and accrued income arising in prior years.