

Registration Number 2280706

**FORMANTA LIMITED**

**Financial Statements**

**for the year ended 31 March 2001**



**Merali's**

**Chartered Accountants**

**Harrow, Middlesex**

## **FORMANTA LIMITED**

### **Company Information**

Directors	P D V Bhoja D K Halai
Secretary	P D V Bhoja
Company Number	2280706
Registered Office	Scottish Provident House 76-80 College Road Harrow Middlesex HA1 1BX
Bankers	HSBC Bank Plc 127/128 High Street Merthyr Tydfil Mid Glamorgan CF47 8DN

# **FORMANTA LIMITED**

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## FORMANTA LIMITED

### Directors' Report for the year ended 31 March 2001

The directors present their report and the financial statements for the year ended 31 March 2001.

#### Principal Activity and Review of the Business

The principal activity of the company is that of general merchants/supermarket and post office.

During the year the company acquired a Post office and incorporated it into the business.

#### Directors and their Interests

The directors who served during the year and their interests in the company are as stated below:

	Ordinary shares	
	2001	2000
P D V Bhoja	7,500	7,500
D K Halai	7,500	7,500

#### 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 the affairs of the company and of the profit or loss of the company for that year. In preparing these 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.

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

This report was approved by the Board and signed on its behalf by



P D V Bhoja  
Secretary

Date: 19-12-01

**FORMANTA LIMITED**

**Accountants' Report on the Unaudited Financial Statements to the Directors of  
FORMANTA LIMITED**

As described on the Balance Sheet you are responsible for the preparation of the financial statements for the year ended 31 March 2001 set out on pages 3 to 11 and you consider that the company is exempt from an audit. In accordance with your instructions we have compiled these unaudited financial statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to us.

**Merali's**

**Date:**

# FORMANTA LIMITED

## Profit and Loss Account for the year ended 31 March 2001

		2001	2000
	Notes	£	£
<b>Turnover</b>	<b>2</b>	824,896	804,224
Cost of sales		(676,549)	(656,023)
<b>Gross profit</b>		<u>148,347</u>	<u>148,201</u>
Distribution costs		(1,089)	(617)
Administrative expenses		(102,731)	(78,576)
Other operating income		12,887	7,849
<b>Operating profit</b>	<b>3</b>	<u>57,414</u>	<u>76,857</u>
Interest receivable and similar income		3,756	2,263
Interest payable and similar charges	<b>4</b>	<u>(3,371)</u>	<u>(3,564)</u>
<b>Profit on ordinary activities before taxation</b>		57,799	75,556
Tax on profit on ordinary activities	<b>7</b>	<u>(11,717)</u>	<u>(15,660)</u>
<b>Profit on ordinary activities after taxation</b>		46,082	59,896
Dividends		(30,000)	(24,000)
<b>Retained profit for the year</b>		<u>16,082</u>	<u>35,896</u>
Retained profit brought forward		212,005	176,109
<b>Retained profit carried forward</b>		<u><u>228,087</u></u>	<u><u>212,005</u></u>

The notes on pages 6 to 11 form an integral part of these financial statements.

# FORMANTA LIMITED

## Balance Sheet as at 31 March 2001

		2001		2000	
	Notes	£	£	£	£
<b>Fixed Assets</b>					
Intangible assets	8		72,000		-
Tangible assets	9		195,859		153,135
			<u>267,859</u>		<u>153,135</u>
<b>Current Assets</b>					
Stocks		59,149		66,111	
Debtors	10	177		544	
Cash at bank and in hand		164,604		143,554	
		<u>223,930</u>		<u>210,209</u>	
<b>Creditors: amounts falling due within one year</b>	11	(136,722)		(102,251)	
<b>Net Current Assets</b>			<u>87,208</u>		<u>107,958</u>
<b>Total Assets Less Current Liabilities</b>			355,067		261,093
<b>Creditors: amounts falling due after more than one year</b>	12		(111,980)		(34,088)
<b>Net Assets</b>			<u>243,087</u>		<u>227,005</u>
<b>Capital and Reserves</b>					
Called up share capital	13		15,000		15,000
Profit and loss account			228,087		212,005
<b>Shareholders' Funds</b>			<u>243,087</u>		<u>227,005</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 6 to 11 form an integral part of these financial statements.

**FORMANTA LIMITED**

**Balance Sheet (continued)**

**Directors' statements required by Section 249B(4)  
for the year ended 31 March 2001**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 March 2001 and

(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements 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 or loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities.

The financial statements were approved by the Board on and signed on its behalf by

**P D V Bhoja**  
Director



**19 DEC 2001**

**D K Halai**  
Director



**19 DEC 2001**

**The notes on pages 6 to 11 form an integral part of these financial statements.**



## FORMANTA LIMITED

### Notes to the Financial Statements for the year ended 31 March 2001

#### 1. Accounting Policies

##### 1.1. Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

##### 1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

##### 1.3. Goodwill

Goodwill represents the difference between the fair value of the consideration paid on acquisition and the fair value of its separable net assets at the date of acquisition. Acquired goodwill is amortised over its estimated useful life of 10 years.

##### 1.4. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Freehold land	-	Nil
Freehold buildings		2% straight line
Equipment	-	15% straight line
Fixtures and fittings		10% straight line
Motor vehicles	-	25% straight line

##### 1.5. Stock

Stock is valued at the lower of cost and net realisable value.

##### 1.6. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

The regular cost of providing retirement pensions and related benefits is charged to the profit and loss account over the employees' service lives on the basis of a constant percentage of earnings.

##### 1.7. Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

#### 2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

# FORMANTA LIMITED

## Notes to the Financial Statements for the year ended 31 March 2001

..... continued

<b>3. Operating profit</b>	<b>2001</b>	<b>2000</b>
	<b>£</b>	<b>£</b>
Operating profit is stated after charging:		
Depreciation and other amounts written off intangible assets	8,000	-
Depreciation and other amounts written off tangible assets	7,513	6,179
Auditors' remuneration	4,234	4,234
	<u>          </u>	<u>          </u>
and after crediting:		
Profit on disposal of tangible fixed assets	-	1,550
	<u>          </u>	<u>          </u>
<b>4. Interest payable and similar charges</b>	<b>2001</b>	<b>2000</b>
	<b>£</b>	<b>£</b>
On loans and overdrafts	3,371	3,564
	<u>          </u>	<u>          </u>
<b>5. Directors' emoluments</b>	<b>2001</b>	<b>2000</b>
	<b>£</b>	<b>£</b>
Remuneration and other benefits	37,722	35,272
	<u>          </u>	<u>          </u>
Number of directors to whom retirement benefits are accruing under a money purchase scheme	-	-
<b>6. Pension costs</b>		
The company operates a defined contribution pension scheme in respect of the directors. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £6,109 (2000 - £3,653).		
<b>7. Taxation</b>	<b>2001</b>	<b>2000</b>
	<b>£</b>	<b>£</b>
<b>UK current year taxation</b>		
UK Corporation Tax	11,729	15,660
<b>Prior years</b>		
UK Corporation Tax	(12)	-
	<u>          </u>	<u>          </u>
	11,717	15,660
	<u>          </u>	<u>          </u>

# FORMANTA LIMITED

## Notes to the Financial Statements for the year ended 31 March 2001

..... continued

### 8. Intangible fixed assets

	Goodwill	Total
	£	£
<b>Cost</b>		
At 1 April 2000	5,500	5,500
Additions	80,000	80,000
At 31 March 2001	<u>85,500</u>	<u>85,500</u>
<b>Provision for diminution in value</b>		
At 1 April 2000	5,500	5,500
Charge for year	8,000	8,000
At 31 March 2001	<u>13,500</u>	<u>13,500</u>
<b>Net book values</b>		
At 31 March 2001	<u>72,000</u>	<u>72,000</u>

# FORMANTA LIMITED

## Notes to the Financial Statements for the year ended 31 March 2001

..... continued

### 9. Tangible fixed assets

	Land and buildings freehold	Plant and machinery	Fixtures, fittings equipment	Motor vehicles	Total
	£	£	£	£	£
<b>Cost</b>					
At 1 April 2000	153,360	19,125	16,544	8,258	197,287
Additions	45,000	5,000	237	-	50,237
At 31 March 2001	<u>198,360</u>	<u>24,125</u>	<u>16,781</u>	<u>8,258</u>	<u>247,524</u>
<b>Depreciation</b>					
Charge for the year	2,754	1,406	1,288	2,065	7,513
At 31 March 2001	<u>15,411</u>	<u>17,955</u>	<u>14,169</u>	<u>4,130</u>	<u>51,665</u>
<b>Net book values</b>					
At 31 March 2001	<u>182,949</u>	<u>6,170</u>	<u>2,612</u>	<u>4,128</u>	<u>195,859</u>
At 31 March 2000	<u>140,703</u>	<u>2,576</u>	<u>3,663</u>	<u>6,193</u>	<u>153,135</u>

Included in freehold land and buildings is freehold land valued at £60,664 (2000: £50,664), which is not depreciated. In the opinion of the directors, the open market value of the land and buildings is, at least, the same as the book value.

### 10. Debtors

	2001 £	2000 £
Prepayments and accrued income	<u>177</u>	<u>544</u>

# FORMANTA LIMITED

## Notes to the Financial Statements for the year ended 31 March 2001

..... continued

11. Creditors: amounts falling due within one year	2001 £	2000 £
Bank overdraft	-	3,539
User definable loan desc.	109,424	73,620
Trade creditors	5,243	3,007
Corporation tax	11,730	15,660
Other taxes and social security costs	6,325	2,145
Accruals and deferred income	4,000	4,280
	<u>136,722</u>	<u>102,251</u>
12. Creditors: amounts falling due after more than one year	2001 £	2000 £
Bank loan	101,980	34,088
Other loans	10,000	-
	<u>111,980</u>	<u>34,088</u>
<b>Loans</b>		
Repayable in five years or more	<u>(41,800)</u>	<u>(12,788)</u>

The bank loan is for a term of 10 years and bears interest at the rate of 1% p.a. over HSBC Bank's base rate and is secured by the directors' joint and several guarantee for £15,000 and life cover on their lives. A fixed charge over the freehold premises located at Plot No 2,5 and 6 Troed-Y-Bryn, Penyrheol, Mid-Glamorgan, Wales and a first floating charge over all assets, goodwill, undertaking and uncalled capital both present and future.

13. Share capital	2001 £	2000 £
<b>Authorised</b>		
100,000 Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>
<b>Allotted, called up and fully paid</b>		
15,000 Ordinary shares of £1 each	<u>15,000</u>	<u>15,000</u>

# **FORMANTA LIMITED**

## **Notes to the Financial Statements for the year ended 31 March 2001**

..... continued

### **14. Related party transactions**

The company was controlled throughout the current and the previous period by its directors Mr P D V Bhoja and Mr D K Halai by virtue of the fact that between them they own all of the company's ordinary share capital.

The directors have given personal guarantees to the tune of £15,000 for the bank loan (Note 12).

Included under creditors (Note 11) are amounts due to the directors are as follows:-

P D V Bhoja	-£44,555 (2000: £34,639)
D K Halai	-£44,668 (2000: £34,781)