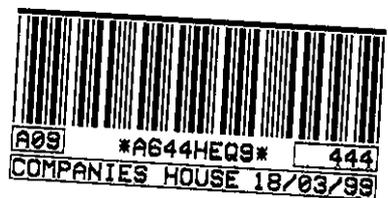


**FLETCHER & NEWHOUSE LIMITED**

**FINANCIAL STATEMENTS**

**31 MARCH 1998**



# FLETCHER & NEWHOUSE LIMITED

## DIRECTOR

P C Fletcher

## REGISTERED OFFICE

Tattershall House  
19 St Catherine's Road  
Grantham  
NG31 6TT

## SECRETARY

S Fletcher

## COMPANY REGISTRATION NO.

02327701

## DIRECTOR'S REPORT

The Director submits his report and accounts for the year ended 31 March 1998.

## TRADING RESULT

The loss for the year after taxation amounted to £1,804 (1997 profit £1,767). This amount has been transferred to reserves.

## REVIEW OF THE BUSINESS

The director considers that the results are satisfactory.

## DIRECTOR AND HIS INTEREST

The name of the director who served during the year is shown above and his interest in the shares of the Company is shown below:-

	Number of Shares Held	
	31 March 1998	31 March 1997
P C Fletcher	100	100

## FLETCHER & NEWHOUSE LIMITED

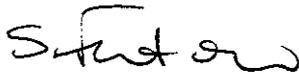
### DIRECTOR'S REPORT (CONT'D)

#### STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE ACCOUNTS

Company law requires the director to prepare 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 for that period. In preparing those accounts, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is 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 accounts comply with the Companies Act. 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.



S Fletcher  
Secretary

9 March 1999

**REPORT OF THE ACCOUNTANTS  
TO THE DIRECTOR OF FLETCHER & NEWHOUSE LIMITED**

As described on pages 2 and 5 you are responsible for the preparation of the accounts and you consider that the company is exempt from an audit. In accordance with your instructions and in order to assist you to fulfil your responsibilities, we have prepared the accounts on pages 4 to 8 from the accounting records and from the information and explanations supplied to us. We have not carried out an audit.



**CALLOW & HOLMES**  
Chartered Accountants  
Tattershall House  
19 St Catherine's Road  
Grantham  
Lincs  
NG31 6TT

9 March 1999

## FLETCHER & NEWHOUSE LIMITED

### PROFIT & LOSS ACCOUNT YEAR ENDED 31 MARCH 1998

	Note	1998 £	1997 £
Turnover	1a	165,476	88,420
Cost of Sales		<u>(95,573)</u>	<u>(31,091)</u>
<b>Gross Profit</b>		69,903	57,329
Administration		<u>(69,857)</u>	<u>(49,043)</u>
<b>Net Profit before Taxation</b>	2	46	8,286
Taxation	4	<u>(1,850)</u>	<u>(6,519)</u>
<b>(Loss)/Profit retained for the year</b>	11	<u><u>(1,804)</u></u>	<u><u>1,767</u></u>

### STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

The Company has no recognised gains and losses other than as disclosed above and there have been no discontinued activities or acquisitions in the period.

# FLETCHER & NEWHOUSE LIMITED

## BALANCE SHEET AS AT 31 MARCH 1998

		1998	1997
		£	£
<b>Fixed Assets</b>			
Tangible Assets	5	35,812	52,868
<b>Current Assets</b>			
Stock	6	11,250	16,124
Debtors	7	39,205	10,868
Cash at Bank		<u>2,708</u>	<u>72,686</u>
		53,163	99,678
Creditors (amounts falling due within one year)	8	<u>(54,747)</u>	<u>(110,198)</u>
		<u>(1,584)</u>	<u>(10,520)</u>
		34,228	42,348
Creditors (amounts falling due over one year)	9	<u>(20,582)</u>	<u>(26,898)</u>
		<u>13,646</u>	<u>15,450</u>
<b>Represented by:</b>			
<b>Capital &amp; Reserves</b>			
Called up Share Capital	10	100	100
Revenue Reserves	11	<u>13,546</u>	<u>15,350</u>
		<u>13,646</u>	<u>15,450</u>

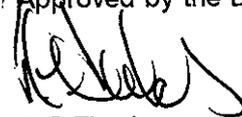
These accounts have been prepared for shareholders (utilising the accounting exemptions and audit exemptions available to a small company). All References to section numbers which follow relate to the Companies Act 1985.

The directors:

1. confirm that for the year ending 31 March 1998 the company was entitled to the exemption under subsection (1) of section 249A;
2. confirm that no notice requiring an audit had been deposited under subsection (2) of s249B in relation to the accounts for the financial year; and
3. acknowledge their responsibility for:
  - (a) ensuring that the company keep accounting records which comply with section 221; and
  - (b) 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 Companies Act 1985 relating to accounts, so far as applicable to the company.

The directors have taken advantage of exemptions conferred by Part 1 of Schedule 8 to the Companies Act 1985, applicable to small companies in the preparation of their accounts, and have done so on the grounds that, in their opinion, the company is entitled to the benefit of those exemptions as a small company.

Approved by the Board on 9 March 1999

  
P C Fletcher  
Director

# FLETCHER & NEWHOUSE LIMITED

## NOTES TO THE ACCOUNTS YEAR ENDED 31 MARCH 1998

### 1. ACCOUNTING POLICIES

The accounts have been prepared under the historical cost convention and in accordance with applicable Accounting Standards.

(a) Turnover

Turnover represents the sales value of work carried out by the Company during the year excluding Value Added Tax.

(b) Stock

Raw material stocks are stated at the lower of cost or net realisable value.

(c) Fixed Assets and Depreciation

Fixed assets are stated at cost less depreciation.

(d) Deferred Taxation

Provision for deferred taxation, is made only in respect of timing differences which are expected, with reasonable probability, to result in a taxation liability in the foreseeable future.

(e) Cash Flow Statement

The company has taken advantage of the exemption granted in Financial Reporting Standard 1 from the requirement to produce a Cash Flow Statement.

### 2. PROFIT ON ORDINARY ACTIVITIES

The profit is stated after charging the following:-

	1998	1997
	£	£
Depreciation	17,956	28,016

### 3. DIRECTOR'S REMUNERATION

The director received no remuneration for the year.

### 4. TAXATION

The taxation charge comprises:-

UK Corporation Tax:		
Current year charge at 21% (1997 - 24%)	-	2,516
Prior Year adjustment	1,850	4,003
	<u>1,850</u>	<u>6,519</u>

# FLETCHER & NEWHOUSE LIMITED

## NOTES TO THE ACCOUNTS YEAR ENDED 31 MARCH 1998

### 5. TANGIBLE FIXED ASSETS

	Plant & Equipment	Vehicles	Total
<b>COST</b>			
At 1 April 1997	3,122	117,500	120,622
Additions during the year	900	-	900
Disposal	-	(15,000)	(15,000)
	<u>4,022</u>	<u>102,500</u>	<u>106,522</u>
At 31 March 1998			
<b>DEPRECIATION</b>			
At 1 April 1997	1,402	66,352	67,754
Charge for the year	605	17,351	17,956
Disposal	-	(15,000)	(15,000)
	<u>2,007</u>	<u>68,703</u>	<u>70,710</u>
At 31 March 1998			
Net Book Amount at 31 March 1998	<u>2,015</u>	<u>33,797</u>	<u>35,812</u>
Net Book Amount at 31 March 1997	<u>1,720</u>	<u>51,148</u>	<u>52,868</u>

### 6. STOCKS

	1998	1997
	£	£
Packing Materials and Crates	11,250	16,124
	<u>11,250</u>	<u>16,124</u>

The Director considers that there is no material difference between the amount at which stocks are stated and their replacement cost.

### 7. DEBTORS

Trade Debtors	27,484	5,034
Amounts due from related party	11,605	-
Other Debtors	116	1,700
Value Added Tax	-	3,136
Corporation Tax	-	998
	<u>39,205</u>	<u>10,868</u>

# FLETCHER & NEWHOUSE LIMITED

## NOTES TO THE ACCOUNTS YEAR ENDED 31 MARCH 1998

<b>8. CREDITORS (amounts falling due within one year)</b>		
	<b>1998</b>	<b>1997</b>
	£	£
Trade Creditors	18,052	80,882
Other Creditors		
VAT	6,326	156
PAYE & NIC	10,800	-
Accruals	8,754	19,754
Corporation Tax	3,368	2,516
Amounts due on Finance Lease	6,890	6,890
Insurance Premium Tax	557	-
	<u>54,747</u>	<u>110,198</u>
<b>9. CREDITORS (amounts falling due over one year)</b>		
Amounts due on Finance Lease		
The amounts due on Finance Lease are repayable as follows:		
Between 1 and 2 years	6,890	6,890
Between 2 and 5 years	13,692	20,008
	<u>20,582</u>	<u>26,898</u>
<b>10. CALLED UP SHARE CAPITAL</b>		
Authorised:		
Ordinary Shares of £1 each	10,000	10,000
	<u>          </u>	<u>          </u>
Issued:		
Ordinary Shares of £1 each	100	100
	<u>          </u>	<u>          </u>
<b>11. REVENUE RESERVES</b>		
Balance as at 1 April 1997	15,350	13,583
Profit for the Year	(1,804)	1,767
	<u>          </u>	<u>          </u>
Balance as at 31 March 1998	<u>13,546</u>	<u>15,350</u>