

APOLLO FLOORING SYSTEMS LIMITED

| | |
|-------------------|--|
| DIRECTOR | G. D. Richards |
| SECRETARY | S. D. Richards |
| REGISTERED OFFICE | 213 London Road, Chesterton, Newcastle, Staffordshire, ST5 7HT. |
| REGISTERED NUMBER | 02445250 |
| AUDITOR | John R. Brittle, Registered Auditor, 1 Cemetery Road, Shelton, Stoke-on-Trent, Staffordshire, ST4 2DL. |

ANNUAL REPORT AND ACCOUNTS - 31ST JANUARY 1995

| | |
|-------|----------------------------|
| Pages | 1, 2 Report of the auditor |
| | Accounts comprising |
| | 3 Balance Sheet |
| | 4-6 Notes to the Accounts |



APOLLO FLOORING SYSTEMS LIMITED

Page 1

AUDITOR'S REPORT TO APOLLO FLOORING SYSTEMS LIMITED
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985.

I have examined the abbreviated accounts on pages 3 to 6 together with the financial statements of Apollo Flooring Systems Limited prepared under section 226 of the Companies Act 1985 for the year ended 31st January 1995.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is my responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 3 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

BASIS OF OPINION

I have carried out the procedures I considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of my work for the purpose of this report does not include examining or dealing with events after the date of my report on the full financial statements.

OPINION

In my opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 31st January 1995 and the abbreviated accounts on pages 3 to 6 have been properly prepared in accordance with that Schedule.

OTHER INFORMATION

On 5th September 1995

I reported, as auditor of Apollo Flooring Systems Limited to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31st January 1995 and my audit report was as follows:

'I have audited the financial statements on pages 4 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is my responsibility to form an independent opinion, based on my audit, on those statements and to report my opinion to you.

APOLLO FLOORING SYSTEMS LIMITED

BASIS OF OPINION

I conducted my 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.

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide me 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 my opinion I also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

In my opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st January 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985'.



John R. Brittle,
Registered Auditor.
Dated 5th September 1995.

1 Cemetery Road,
Shelton,
Stoke-on-Trent,
ST4 2DL.

APOLLO FLOORING SYSTEMS LIMITED

Balance Sheet as at 31st January 1995.

| NOTE | 1995 £ | 1995 £ | 1994 £ | 1994 £ |
|--------|--|-------------------------|------------------------|-----------|
| 1d, 9. | <u>FIXED ASSETS.</u> | | | |
| | | 27,916 | | 34,440 |
| | <u>CURRENT ASSETS.</u> | | | |
| 1c | Stocks & Work in Progress. | 1,800 | 6,681 | |
| 4 | Debtors. | 102,419 | 103,808 | |
| | Cash at Bank & In Hand. | <u>31,267</u> | <u>61,868</u> | |
| | | 135,486 | 172,357 | |
| 5 | CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR. | <u>54,851</u> | <u>110,176</u> | |
| | <u>NETT CURRENT ASSETS.</u> | <u>80,635</u> | <u>62,181</u> | |
| | <u>TOTAL ASSETS LESS CURRENT LIABILITIES.</u> | 108,551 | 96,621 | |
| 5 | CREDITORS: AMOUNTS FALLING DUE AFTER ONE YEAR. | (404) | (4,961) | |
| | <u>NETT ASSETS.</u> | <u>108,147</u> ===== | <u>91,660</u> ===== | |
| | <u>CAPITAL & RESERVES.</u> | | | |
| 8 | Issued Share Capital. | 2 | 2 | |
| 7 | Profit & Loss Account. | <u>108,145</u> | <u>91,658</u> | |
| | | <u>108,147</u> ===== | <u>91,660</u> ===== | |

In preparing these modified accounts ...

- a. We have relied upon the exemptions for individual accounts under Section 247 of the Companies Act 1985.
- b. We have done so on the grounds that the Company is entitled to the benefit of those exemptions as a small Company.

Date Accounts approved.
5th September 1995.



Sole Director,
G. D. Richards.

APOLLO FLOORING SYSTEMS LIMITED

Notes on the Accounts.1. ACCOUNTING POLICIES.(a) Basis of Accounting.

The Accounts have been prepared in accordance with the historical cost convention.

(b) Deferred Taxation.

Deferred taxation is provided by using the liability method only to the extent that the directors consider that a liability will arise in the foreseeable future.

(c) Stocks.

Stocks are stated at the lower of cost or net realisable value.

(d) Depreciation.

Depreciation of fixed assets is calculated at annual rates on the written down values. The rates principally in use are:-

| | |
|----------------------|----------|
| On Plant & Equipment | 25% p.a. |
| On Vehicles | 25% p.a. |

2. TURNOVER.

Represents the net amounts receivable from customers in the ordinary course of business and from the principal activities and amounted to £507,024 (1994 - £472,812).

3. DIRECTORS EMOLUMENTS.

Total emoluments for the year amounted to £23,148 (1994 - £23,183), all in respect of the chairman and highest paid employee.

| | 1995 | 1994 |
|---|--------------|--------------|
| | £ | £ |
| Gross salary. | 21,000 | 21,000 |
| Company's National Insurance Contributions. | <u>2,148</u> | <u>2,183</u> |
| | 23,148 | 23,183 |
| | ===== | ===== |

4. DEBTORS.

| | 1995 | 1994 |
|------------------------------|--------------|----------|
| | £ | £ |
| Amounts due within one year. | | |
| Trade Debtors. | 95,223 | 102,245 |
| Prepayments. | 496 | 1,563 |
| Sundry Debtors. | 1,700 | - |
| Loan to associate company. | <u>5,000</u> | <u>-</u> |
| | 102,419 | 103,808 |
| | ===== | ===== |
| Amounts due after one year. | NIL | NIL |

APOLLO FLOORING SYSTEMS LIMITED

Notes on the Accounts.5. CREDITORS.

| | 1995 £ | 1994 £ |
|------------------------------|---------------|----------------|
| Amounts due within one year. | | |
| Trade Creditors & Accruals. | 23,279 | 30,952 |
| Corporation Tax. | 11,406 | 28,447 |
| Paye & NI Contributions. | 4,670 | 8,026 |
| Directors Loan Accounts. | 1,515 | 220 |
| H.M. Customs & Excise - VAT | 9,424 | 7,974 |
| Hire Purchase. | 4,557 | 4,557 |
| Proposed Dividends. | - | 30,000 |
| | <u>54,851</u> | <u>110,176</u> |
| | £ | £ |
| Amounts due after one year. | | |
| Hire Purchase. | 404 | 4,961 |

6. TAXATION.

| | 1995 £ | 1994 £ |
|--|---------------|---------------|
| UK Corporation Tax on profit for the year, at 25% | 11,406 | 8,710 |
| Prior year adjustment. | 3 | - |
| Advance Corporation Tax. | <u>7,500</u> | <u>9,121</u> |
| | <u>18,909</u> | <u>17,831</u> |
| | £ | £ |

7. RESERVES.

| | 1995 £ | 1994 £ |
|-----------------------------|----------------|------------------|
| Balance b/f at 1st February | 91,658 | 95,325 |
| Retained in year. | <u>16,487</u> | <u>(3,667)</u> |
| Balance c/f at 31st January | <u>108,145</u> | <u>91,658</u> |
| | £ | £ |

8. SHARE CAPITAL.

| | 1995 £ | 1994 £ |
|------------------------------------|-----------|-----------|
| Authorised. | | |
| 10,000 Ordinary Shares of £1 each. | 10,000 | 10,000 |
| Issued. | | |
| 2 Ordinary Shares of £1 each. | 2 | 2 |
| Allotted in year. | NIL | NIL |

9. FIXED ASSETS.Tangible Assets.

| | Vehicles £ | Plant & Equipment £ | Total £ |
|-----------------------|---------------|---------------------------|---------------|
| Cost. | | | |
| At 31st January 1994. | 44,635 | 9,521 | 54,156 |
| Additions. | - | 3,680 | 3,680 |
| Disposals. | - | (3,065) | (3,065) |
| At 31st January 1995. | <u>44,635</u> | <u>10,136</u> | <u>54,771</u> |

APOLLO FLOORING SYSTEMS LIMITED

Notes on the Accounts.9. FIXED ASSETS (continued)

| | £ | £ | £ |
|------------------------|--------|---------|----------|
| <u>Depreciation.</u> | | | |
| At 31st January 1994. | 14,275 | 5,441 | 19,716 |
| Charge in year. | 7,589 | 1,715 | 9,304 |
| On Disposals. | - | (2,165) | (2,165) |
| At 31st January 1995. | 21,864 | 4,991 | 26,855 |
| | ===== | ===== | ===== |
| <u>Net Book Value.</u> | | | |
| At 31st January 1994. | 30,360 | 4,080 | 34,440 |
| At 31st January 1995. | 22,771 | 5,145 | 27,916 |
| | ===== | ===== | ===== |

10. ASSOCIATED COMPANIES.

The Company is associated, by virtue of common shareholding, to Apollo Contracts Limited.