LEISUREDECK LIMITED

Report and Financial Statements

31 March 2001

Company Registration No. 2771761

Deloitte & Touche
Verulam Point
Station Way
St Albans
AL1 5HE

LEISUREDECK LIMITED

REPORT AND FINANCIAL STATEMENTS
for the year ended 31 March 2001

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REPORT AND FINANCIAL STATEMENTS
for the year ended 31 March 2001

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

P J Henman FCIOB
J R Millett FCIOB FBEng
A J Simpson

SECRETARY

P R Woodcraft

REGISTERED OFFICE

Neville House
Marsh Road
Leagrave
Luton
LU3 2RZ

BANKERS

Barclays Bank Plc
28 George Street
Luton
LU3 2AE

SOLICITORS

Machins
Victoria Street
Luton
LU1 2BS

AUDITORS

Deloitte & Touche
Chartered Accountants
Verulam Point
Station Way
St Albans
AL1 5HE

DIRECTORS' REPORT

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

ACTIVITIES

The company's principal activity during the year has continued to be the supply and installation of bespoke timber decking in the residential and commercial market.

REVIEW OF DEVELOPMENTS AND FUTURE PROSPECTS

The results for the year are shown on page 4.

As a result of the review referred to in the last Director's Report, the Board concluded that the Leisuredeck activities should be integrated as part of the Joinery and Fitting Out Division of T & E Neville Ltd. As a result, the assets and liabilities of the company were transferred at close of business on 31 March 2001 and the company became dormant.

It is with the greatest regret that the Director's record the tragic death on 30th October 2000 after a serious Illness of their valued and respected colleague, Ray Clark. All who knew and worked with him will miss his wide knowledge, enthusiasm, and unfailing courtesy.

Due to the company becoming dormant there will be no retirement of directors.

DIRECTORS AND THEIR INTERESTS

No director had a beneficial interest in the share capital of the company at any time during the financial year. P J Henman has an interest in the share capital of the ultimate holding company, Neville Construction Group Limited, which is shown in that company's accounts.

SPECIAL PROVISIONS RELATING TO SMALL COMPANIES

This report has been prepared in accordance with the special provisions relating to small companies under section 246 of the Companies Act 1985.

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 as at the end of the financial year 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 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.

AUDITORS

Deloitte & Touche have expressed their willingness to continue in office as auditors and a resolution to reappoint them will be proposed at the forthcoming Annual General Meeting.

Approved by the Board of Directors
and signed on behalf of the Board

P R Woodcraft

Secretary 14.12 2001

AUDITORS' REPORT TO THE MEMBERS OF LEISUREDECK LIMITED

We have audited the financial statements of Leisuredeck Limited for the year ended 31 March 2001 We have audited the financial statements on pages 4 to 8 which have been prepared under the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 2 the company's directors are responsible for the preparation of financial statements which are required to be prepared in accordance with applicable United Kingdom law and accounting standards. 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 United Kingdom 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 at 31 March 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Deloitte & Touche

Station Way, St Albans
Chartered Accountants and Registered Auditors

15/01/2002

PROFIT AND LOSS ACCOUNT
Year ended 31 March 2001

	Note	2001 £	2000 £
TURNOVER: Discontinued Business	2	150,085	101,808
Cost of sales Discontinued Business		(108,170)	(88,594)
Gross profit		41,915	13,214
Administrative expenses – Discontinued Business		(19,680)	(37,512)
OPERATING PROFIT/(LOSS): Discontinued Business	3	22,235	(24,298)
Discontinued Business: Profit on sale of business	5	25,645	-
		47,880	(24,298)
Interest receivable		209	168
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION FOR THE FINANCIAL YEAR		48,089	(24,130)
Tax charge for the year	6	-	288
PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION FOR THE FINANCIAL YEAR		48,089	(23,842)
RETAINED PROFIT /(LOSS) FOR THE FINANCIAL YEAR		48,089	(23,842)
Retained loss brought forward		(48,090)	(24,248)
Retained loss carried forward		(1)	(48,090)

There have been no recognised gains and losses attributable to the shareholders other than the profit for the current and preceding financial year and accordingly, no Statement of Total Recognised Gains and Losses is shown.

BALANCE SHEET
As at 31 March 2001

	Note	2001 £	2000 £
CURRENT ASSETS			
Debtors	7	1	7,735
Cash at bank and in hand		-	14,354
		1	22,089
CREDITORS: amounts falling due within one year	8	-	(70,177)
NET CURRENT LIABILITIES		-	(48,088)
TOTAL ASSETS LESS CURRENT LIABILITIES		1	(48,088)
CAPITAL AND RESERVES			
Called up share capital	10	2	2
Profit and loss account		(1)	(48,090)
TOTAL EQUITY SHAREHOLDERS' DEFICIT		1	(48,088)

These accounts have been prepared in accordance with the special provisions relating to small companies under section 246 of the Companies Act 1985.

These financial statements were approved by the Board of Directors on 16.12 2001

Signed on behalf of the Board of Directors

P J Henman
Director

J R Millett
Director

NOTES TO THE ACCOUNTS
Year ended 31 March 2001

1. ACCOUNTING POLICIES

The financial statements are prepared in accordance with applicable accounting standards. The particular accounting policies adopted are described below.

Accounting convention

The financial statements are prepared under the historical cost convention.

Deferred taxation

Deferred taxation is provided on timing differences, arising from the different treatment of items for accounts and taxation purposes, which are expected to reverse in the future, calculated at rates at which it is estimated that tax will arise.

2. TURNOVER

Turnover represents amounts derived from the provision of goods and services which fall within the company's ordinary activities after deduction of trade discounts and Value Added Tax. The turnover and pre-tax profit, all of which arises in the United Kingdom, is attributable to one activity, building timber decking and patios for the residential and commercial market.

3. OPERATING PROFIT/(LOSS)

Operating profit/(loss) is stated after charging:

	2001 £	2000 £
Auditors' remuneration	280	270

4. INFORMATION REGARDING DIRECTORS AND EMPLOYEES (CONTINUED)

Two of the executive directors are executives of the parent company T&E Neville Limited and received remuneration from the parent company for their services to this subsidiary.

Due to the limited trading of this company in the year ending 31 March 2001 there is no allocation of directors' remuneration for services to this subsidiary.

The two executive directors also accrue benefits under the T&E Neville group pension scheme which is a money purchase scheme. The other, non executive, director received no remuneration for services to this company as a director or the parent company or the ultimate holding company.

NOTES TO THE ACCOUNTS
Year ended 31 March 2001

5. PROFIT ON SALE OF BUSINESS

At close of business on 31 March 2001 the company transferred its assets, liabilities and business to a fellow subsidiary undertaking, T & E Neville Ltd. The disposal is analysed as follows:

	£
Net assets disposed of:	
Debtors	3
Cash	4,390
Creditors	(30,037)
	(25,644)
Profit on disposal	25,645
Consideration satisfied via intercompany	1

6. TAXATION ON PROFIT/(LOSS) ON ORDINARY ACTIVITIES

	2001 £	2000 £
UK corporation tax at 20% (2000: 30%)	-	-
Adjustment to prior years' tax provisions	-	(288)
	-	(288)

7. DEBTORS

	2001 £	2000 £
Trade debtors	-	4,445
Amounts owed by group undertakings	1	2,987
Corporation tax recoverable	-	288
Prepayments and accrued income	-	15
	1	7,735

NOTES TO THE ACCOUNTS
Year ended 31 March 2001

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2001 £	2000 £
Bank loans and overdrafts	-	2,545
Payments on account	-	4,641
Amounts owed to group undertakings	-	61,517
Accruals and deferred income	-	1,474
	-	70,177

9. PROVISIONS FOR LIABILITIES AND CHARGES

The potential deferred tax assets not provided are:

	Un-provided 2001 £	Un-provided 2000 £
Revenue losses	-	(6,464)

10. CALLED UP SHARE CAPITAL

	2001 £	2000 £
Authorised		
100 ordinary shares of £1 each	100	100
Called up, allotted and fully paid		
2 ordinary shares of £1 each	2	2

12. CONTINGENT LIABILITIES

For VAT purposes the company is grouped with other companies in the Neville Construction Group; under these arrangements the company has a joint and several liability for amounts due to Customs and Excise by other companies in the Neville Construction Group.

13. ULTIMATE PARENT COMPANY

The ultimate parent company and controlling entity is Neville Construction Group Limited. Details of the shareholding and the accounts of Neville Construction Group Limited may be obtained from: The Company Secretary, Neville House, Marsh Road, Leagrave, Luton, LU3 2RZ.

14. RELATED PARTIES

There were no related party transactions during the year.