

Company No 02910751

A BUCHANAN CONTRACTORS LIMITED

FINANCIAL STATEMENTS - 31st MARCH 1997

Herbert J Moore F.C.A.
Chartered Accountant
238 High Street
CROWTHORNE Berks RG45 7AP



A BUCHANAN CONTRACTORS LIMITED

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A BUCHANAN CONTRACTORS LIMITED

DIRECTORS AND ADVISERS

Directors:	A Buchanan Mrs M Buchanan
Secretary:	Mrs M Buchanan
Registered Office:	Woodlands Farm Wood Street Village GUILDFORD Surrey GU3 3DU
Bankers:	The Royal Bank of Scotland plc 10 North Street GUILDFORD Surrey GU1 4AF
Auditor:	Herbert J Moore Chartered Accountant 238 High Street CROWTHORNE Berkshire RG45 7AP
Incorporated:	In England on 21st March 1994 No 2910751

REPORT OF THE DIRECTORS TO THE MEMBERS OF
A BUCHANAN CONTRACTORS LIMITED

The directors submit their report, together with Audited Financial Statements of the company, for the year ended 31st March 1997.

Results and Dividends

The profit for the year after taxation amounted to £28683 (1996: profit £42188). The directors do not recommend the payment of a dividend and it is proposed that £28683 (1996: £42188) be taken to reserves.

Principal Activities

The principal activity of the company is that of contractual building work.

Review of Operations

The company's performance in this trading period is viewed by the directors as satisfactory.

Future Developments

The directors expect the expansion of business to continue in the coming year.

Directors and their Interests

The directors who served throughout the year, and their beneficial interests in the issued share capital of the company were:

	<u>At 31.3.97</u>	<u>At 31.3.96</u>
A Buchanan	1	1
Mrs M Buchanan	1	1

REPORT OF THE DIRECTORS TO THE MEMBERS OF
A BUCHANAN CONTRACTORS LIMITED
(Continued)

Auditor

The Auditor, Herbert J Moore F.C.A., will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

Statement of Directors' Responsibilities

The directors are required by UK company law to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the company as at the end of the financial period and of the profit or loss for that period. In preparing the financial statements, suitable accounting policies have been used and applied consistently, and reasonable and prudent judgements and estimates have been made. Applicable accounting standards have been followed. The financial statements have been prepared on the going concern basis. The directors are also responsible for maintaining adequate accounting records and sufficient internal controls to safeguard the assets and to prevent and detect fraud or any other irregularities.

By Order of the Board



M BUCHANAN

Secretary

REPORT OF THE AUDITOR TO THE MEMBERS OF

A BUCHANAN CONTRACTORS LIMITED

I have audited the financial statements on pages 5 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

Respective responsibilities of the Directors

As described on page 3 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.

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 March 1997 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985.



HERBERT J MOORE F.C.A.
Registered Auditor
Chartered Accountant

238 High Street
CROWTHORNE
Berkshire RG45 7AP

9th July 1997

A BUCHANAN CONTRACTORS LIMITEDPROFIT and LOSS ACCOUNT for the year ended 31st MARCH 1997

	<u>Note</u>	<u>1997</u>	<u>1996</u>
		<u>£</u>	<u>£</u>
<u>TURNOVER - Continuing Operations</u>	1	957277	632780
Cost of Sales		(842529)	(541388)
		<u> </u>	<u> </u>
<u>GROSS PROFIT</u>		114748	91392
Administrative Expenses		(66760)	(34269)
		<u> </u>	<u> </u>
		47988	57123
		-	-
Other Interest Receivable		<u> </u>	<u> </u>
		47988	57123
Interest Payable and Similar Charges	4	(8209)	(4994)
		<u> </u>	<u> </u>
<u>PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION</u>		39779	52129
Provision for Taxation	5	(11096)	(9941)
		<u> </u>	<u> </u>
<u>PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION</u>		£ 28683	£ 42188
		<u>=====</u>	<u>=====</u>

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

	<u>1997</u>	<u>1996</u>
	<u>£</u>	<u>£</u>
Profit for the Financial Year	28683	42188
	<u> </u>	<u> </u>
<u>Total Recognised Gains and Losses Relating to the Year</u>	£28683	£42188
	<u>=====</u>	<u>=====</u>

A BUCHANAN CONTRACTORS LIMITEDBALANCE SHEET - 31st MARCH 1997

	<u>Note</u>	<u>1997</u> £	<u>1996</u> £
<u>FIXED ASSETS</u>			
Tangible Assets	6	88011	94278
		-----	-----
<u>CURRENT ASSETS</u>			
Stock	1	7300	5500
Work in Progress	1	56000	41500
Trade Debtors		50948	52899
Other Debtors		5533	-
Cash at Bank and in Hand		34469	-
		154250	99899
	
<u>CURRENT LIABILITIES</u>			
<u>CREDITORS: Amounts falling due</u> <u>within one year</u>			
Bank Overdraft		-	25764
Trade Creditors		69677	14959
Corporation Tax	5	10707	15324
Other Taxation and Social Security		22321	23374
Other Creditors		25926	16279
Accruals and Deferred Income		3183	3627
		131814	99327
	
<u>NET CURRENT ASSETS</u>		22436	572
		-----	-----
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		110447	94850
<u>CREDITORS: Amounts falling due</u> <u>after one year</u>	10	19743	32829
		£ 90704	£62021
		=====	=====
<u>CAPITAL AND RESERVES</u>		£	£
Called-up Share Capital	7	2	2
Profit and Loss Account	8	90702	62019
		£90704	£62021
		=====	=====

We hereby certify that the above Balance Sheet (and all documents and reports attached herewith) is a true copy as laid before the General Meeting of the company during the period to which this Return relates.

Approved by the Board of Directors on 7th July 1997

A BUCHANAN



M BUCHANAN



A BUCHANAN CONTRACTORS LIMITEDNOTES TO THE FINANCIAL STATEMENTS1 Accounting Policies

The financial statements have been prepared under the historical cost convention adopting the following principal accounting policies.

(i) Turnover

Turnover represents sales to outside customers after deduction of value added tax.

(ii) Depreciation

Tangible fixed assets are depreciated on a straight line basis at the following rates:

Motor Vehicles	25%
Plant and Equipment	25%
Furniture and Equipment	20%
Computer Equipment	33 1/3%

(iii) Stock and Work in Progress

Stock on site has been included at the lower of cost and net realisable value. Work in progress has been included at a calculated site value less a percentage to reduce to cost on site, where appropriate, and at cost of materials, labour, and works overheads incurred on work not included in turnover at the financial year end.

(iv) Taxation

The charge for taxation is based on the profit for the year. No provision has been made for deferred taxation as it is not considered material.

2 Particulars of Staff

<u>Director's Remuneration and Staff Costs</u>	<u>1997</u>	<u>1996</u>
	<u>£</u>	<u>£</u>
Director's Salary	25345	9900
Social Security Costs	3863	1010
Pension	4458	-
Wages	52339	-
Social Security Costs	<u>5322</u>	<u>-</u>
	£91327	£10910
	=====	=====

The average number of employees, including directors, during the year was four, (1996: one).

A BUCHANAN CONTRACTORS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
(Continued)

3 Profit on Ordinary Activities

Profit on ordinary activities is stated after charging the following:

	<u>1997</u> £	<u>1996</u> £
Auditor's Remuneration. - Audit	1500	1000
- Other Services	1984	2011
Depreciation	30365	13580
Plant Hire	79172	19501
	<hr/>	<hr/>
	£113021	£36092
	=====	=====

4 Interest Payable and Similar Charges

	<u>1997</u> £	<u>1996</u> £
Bank Interest and Charges	3807	2631
Hire Purchase Interest	4087	2312
Other Interest etc	315	51
	<hr/>	<hr/>
	£8209	£4994
	=====	=====

5 Taxation

	<u>1997</u> £	<u>1996</u> £
Corporation Tax on profit from Ordinary Activities at 24%	10707	9941
Corporation Tax - 1995 Accounts	-	5383
Corporation Tax - 1996 Accounts	389	-
	<hr/>	<hr/>
	£11096	£15324
	=====	=====

The amount of unprovided deferred tax in respect of accelerated capital allowances is £2514 and has not been provided for as it is not expected to become a liability in the foreseeable future.

A BUCHANAN CONTRACTORS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
(Continued)

6 Fixed Assets

<u>Tangible Assets</u>	<u>Motor Vehicles</u> £	<u>Plant & Equipt</u> £	<u>Furn & Equipt</u> £	<u>Comp Equipt</u> £	<u>Total</u> £
Cost:					
At 1 April 1996	28496	78569	2199	-	109264
Additions	20992	828	600	1678	24098
Disposals	-	-	-	-	-
At 31 March 1997	49488	79397	2799	1678	133362
Depreciation:					
At 1 April 1996	6885	7794	307	-	14986
Charge for Year	10076	19849	440	-	30365
Disposal	-	-	-	-	-
At 31 March 1997	16961	27643	747	-	45351
Net Book Value					
At 31 March 1997	£32527	£51754	£2052	£1678	£ 88011
At 31 March 1996	£21611	£70775	£1892	£ -	£ 94278

The net book value of tangible fixed assets includes £52225 in respect of motor vehicles and plant and equipment held under finance leases fully payable by 2000. Depreciation in the year on those assets amounted to £20125.

7 Share Capital

	<u>1997</u> £	<u>1996</u> £
Authorised:		
1000 Ordinary Shares of £1 each	£1000 =====	£1000 =====
Issued and Fully Paid	£ 2 =====	£ 2 =====

A BUCHANAN CONTRACTORS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
(Continued)

8 Reserves

	<u>1997</u> £	<u>1996</u> £
Profit and Loss Account:		
Balance 31st March 1996	62019	19831
Net Profit for the Year	28683	42188
	-----	-----
Balance 31st March 1997	£90702 =====	£62019 =====

9 Reconciliation of Movements in Shareholders' Funds

	<u>1997</u> £	<u>1996</u> £
Profit for the Financial Year	28683	42188
New Share Capital Subscribed	-	-
	-----	-----
Net additions to Shareholders' Funds	28683	42188
Opening Shareholders' Funds	62021	19833
	-----	-----
<u>Closing Shareholders' Funds</u>	£90704 =====	£62021 =====

10 Creditors: Amounts falling due after more than one year

	<u>1997</u> £	<u>1996</u> £
Obligations under Finance Leases	£19743 =====	£32829 =====