

RECYCLED ROCK AND
AGGREGATE LIMITED
ANNUAL REPORT

FOR THE YEAR ENDED 30 MARCH 2001



A25
COMPANIES HOUSE

AXE882J6

0054
21/07/01

RECYCLED ROCK AND AGGREGATE LIMITED

REPORT OF THE DIRECTORS

The directors present their report and the financial statements for the year to 30 March 2001.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company is the supply and distribution of stone aggregate.

RESULTS AND DIVIDENDS

The retained profit for the period was £1,000. The directors recommend a dividend of £340,000 on the Ordinary Shares.

DIRECTORS AND DIRECTORS' INTERESTS

The directors who held office during the period were as follows: -

C F Baverstock

R G Isaac

J F Yeoman

J W Davis Resigned 26/03/2001

T Kent

J Morgan

K White Appointed 30/03/2001

None of the directors held any shares in the company during the period.

TAXATION STATUS

The company is a close company within the provisions of the Income and Corporation Taxes Act 1988.

REGISTERED OFFICE

The Company's registered office is as follows:

160 Christchurch Road
Ringwood
Hampshire BH24 3AR

REGISTERED NUMBER

3060314

RECYCLED ROCK AND AGGREGATE LIMITED

REPORT OF THE DIRECTORS Cont'd

FIXED ASSETS

Movements in fixed assets are shown in note 4 to the accounts.

AUDITORS

In accordance with Section 384 of the Companies Act 1985, a resolution for the re-appointment of KPMG as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

BY ORDER OF THE BOARD

A handwritten signature in black ink, appearing to read 'K White', written in a cursive style.

K White
Secretary

6th July 2001

RECYCLED ROCK AND AGGREGATE LIMITED

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 and of the profit or loss 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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 have general responsibility for taking such steps that are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

RECYCLED ROCK AND AGGREGATE LIMITED

REPORT OF THE AUDITORS TO THE MEMBERS OF RECYCLED ROCK AND AGGREGATE LIMITED

We have audited the financial statements on pages 5 to 13.

Respective Responsibilities of Directors and Auditors

The directors are responsible for preparing the directors' report and, as described on page 3, the financial statements in accordance with applicable United Kingdom law and accounting standards. Our responsibilities, as independent auditors, are established in the United Kingdom by statute, the Auditing Practices Board and by our profession's ethical guidance.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

Basis of Audit Opinion

We conducted our 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.

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 30 March 2001 and of its profit for the 12 months then ended and have been properly prepared in accordance with the Companies Act 1985.



KPMG

Chartered Accountants and Registered Auditors

Bristol

6th July 2001

RECYCLED ROCK AND AGGREGATE LIMITED

PROFIT AND LOSS ACCOUNT **FOR THE 12 MONTHS ENDED 30 MARCH 2001**

	Notes	<u>2001</u> £'000	<u>2000</u> £'000
REVENUE:			
Turnover	1	5,152	3,517
		<u>5,152</u>	<u>3,517</u>
TRADING EXPENDITURE:			
Raw materials		3,202	2,160
Other operating charges		1,338	1,069
Staff costs	2	171	122
Audit Fee		4	2
Depreciation		4	4
		<u>4,719</u>	<u>3,357</u>
OPERATING PROFIT		<u>433</u>	<u>160</u>
INTEREST RECEIVABLE		15	6
		<u>15</u>	<u>6</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		448	166
TAX ON PROFIT ON ORDINARY ACTIVITIES	3	(107)	(33)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		<u>341</u>	<u>133</u>
DIVIDENDS PAYABLE		(340)	(132)
RETAINED PROFIT FOR THE PERIOD	10	<u><u>1</u></u>	<u><u>1</u></u>

The company had no recognised gains and losses other than those included in the profit and loss account above, and therefore no separate statement of total recognised gains and losses has been presented.

There is no difference between the profit on ordinary activities before taxation and the retained loss for the 12 months stated above, and their historical cost equivalent.

RECYCLED ROCK AND AGGREGATE LIMITED

BALANCE SHEET AS AT 30 MARCH 2001

	Notes	<u>2001</u> £'000	<u>2000</u> £'000
FIXED ASSETS			
Tangible assets	4	17	20
Investments	5	-	-
		<u>17</u>	<u>20</u>
CURRENT ASSETS			
Stocks	6	101	101
Debtors	7	807	834
Cash at Bank		8	235
		<u>916</u>	<u>1,170</u>
CREDITORS: amounts falling due within one year	8	924	1,182
		<u></u>	<u></u>
NET CURRENT ASSETS/(LIABILITIES)		(8)	(12)
		<u></u>	<u></u>
NET ASSETS		9	8
		<u></u>	<u></u>
CAPITAL AND RESERVES			
Called-up share capital	9	7	7
Profit and loss account	10	2	1
		<u></u>	<u></u>
EQUITY SHAREHOLDERS' FUNDS	11	9	8
		<u></u>	<u></u>

The financial statements were approved by the board on 6th July 2001 and are signed on its behalf by:-

J F YEOMAN Director

John F Yeoman.

R G ISAAC Director

R Isaacs.

RECYCLED ROCK AND AGGREGATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS **FOR THE 12 MONTHS ENDED 30 MARCH 2001**

STATEMENT OF ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below.

BASIS OF ACCOUNTING

The financial statements are prepared on the historical cost basis of accounting.

TURNOVER

Turnover represents the value of goods invoiced excluding value added tax.

DEFERRED TAXATION

Provision is made for deferred taxation using the liability method, to the extent that there is reasonable probability that tax will become payable as a result of the reversal of timing differences in the foreseeable future.

STOCKS

Stocks are valued at the lower of cost and net realisable value.

DEPRECIATION

Depreciation is calculated to write off the cost of fixed assets over the estimated term of their useful lives as follows:

Furniture & Office	3 years
Static Plant	10 years

RECYCLED ROCK AND AGGREGATE (SOUTHERN) LIMITED

Due to immateriality, this was not consolidated.

CASH FLOW STATEMENT

The company is exempt from the requirements of FRS1 to prepare a cashflow statement on the grounds of its size.

RECYCLED ROCK AND AGGREGATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE 12 MONTHS ENDED 30 MARCH 2001

	<u>2001</u> £'000	<u>2000</u> £'000
1. TURNOVER		
Stone Sales including haulage	<u>5,152</u>	<u>3,517</u>
2. DIRECTORS AND EMPLOYEES STAFF COSTS	<u>2001</u> £'000	<u>2000</u> £'000
Wages and salaries	144	103
Social security costs	14	11
Other pension costs	13	8
	<u>171</u>	<u>122</u>

The average number of persons employed was 5 (2000: 3). All members of staff are on secondment from a shareholder, with all contracts of employment remaining with their original employer.

DIRECTORS' REMUNERATION

Staff costs including the following remuneration in respect of Directors of Recycled Rock and Aggregate Limited.

	<u>2001</u> £'000	<u>2000</u> £'000
Emoluments (included pension contributions and Benefits in kind)	<u>106</u>	<u>88</u>

RECYCLED ROCK AND AGGREGATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE 12 MONTHS ENDED 30 MARCH 2001

3. TAXATION	<u>2001</u> £'000	<u>2000</u> £'000
Corporation Tax		
Current period at 30% less marginal relief (2000: 20%)	107	33
	<u>107</u>	<u>33</u>
4. FIXED ASSETS	<u>2001</u> £'000	<u>2000</u> £'000
Furniture, Office Equipment & Plant		
COST		
At 1 April 2000	33	32
Additions in the period	1	1
At 30 March 2001	<u>34</u>	<u>33</u>
DEPRECIATION		
At 1 April 2000	13	9
Charge for period	4	4
At 30 March 2001	<u>17</u>	<u>13</u>
NET BOOK VALUE		
At 30 March 2001	<u>17</u>	<u>20</u>

RECYCLED ROCK AND AGGREGATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE 12 MONTHS ENDED 30 MARCH 2001

5 INVESTMENTS

The company owns 100% of the issued share capital of Recycled Rock and Aggregate (Southern) Limited, a company incorporated in England – 2001 £1 (2000: £1).

6. STOCKS	<u>2001</u> £'000	<u>2000</u> £'000
Stone Stocks	<u>101</u>	<u>101</u>
7. DEBTORS	<u>2001</u> £'000	<u>2000</u> £'000
Trade debtors	796	814
Prepayments	11	20
	<u>807</u>	<u>834</u>

RECYCLED ROCK AND AGGREGATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS **FOR THE 12 MONTHS ENDED 30 MARCH 2001**

8. CREDITORS: amounts falling due within one year	<u>2001</u> £'000	<u>2000</u> £'000
Trade creditors	151	132
Amounts due to shareholding companies	168	688
Other creditors	112	162
Accruals	46	35
Corporation tax payable	107	33
Dividends payable	340	132
	<hr/>	<hr/>
	924	1,182
	<hr/>	<hr/>

9. SHARE CAPITAL

	<u>2001</u> £'000	<u>2000</u> £'000
Authorised		
"A" Ordinary shares of £1 each	2.5	2.5
"B" Ordinary shares of £1 each	2.5	2.5
"C" Ordinary shares of £1 each	2.5	2.5
"D" Ordinary shares of £1 each	2.5	2.5
	<hr/>	<hr/>
	10.0	10.0
	<hr/>	<hr/>
Allocated, called-up and fully paid		
"A" Ordinary shares of £1 each	2.5	2.5
"B" Ordinary shares of £1 each	2.5	2.5
"C" Ordinary shares of £1 each	2.5	2.5
	<hr/>	<hr/>
	7.5	7.5
	<hr/>	<hr/>

RECYCLED ROCK AND AGGREGATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE 12 MONTHS ENDED 30 MARCH 2001

	<u>2001</u> £'000	<u>2000</u> £'000
10. PROFIT AND LOSS ACCOUNT		
At 1 April 2000	1	-
Retained Profit/(Loss) for the period	1	1
	<hr/>	<hr/>
At 30 March 2001	<u>2</u>	<u>1</u>

	<u>2001</u> £'000	<u>2000</u> £'000
11. RECONCILIATION OF MOVEMENT IN SHAREHOLDER FUNDS		
At 30 March 2001	8	7
Issue of share capital	-	-
Profit for the period	341	133
Dividends	(340)	(132)
	<hr/>	<hr/>
At 30 March 2001	<u>9</u>	<u>8</u>

12. SHAREHOLDERS

Name	Shareholding	Country of Incorporation	Principal Activity
Foster Yeoman Limited	50% (2000 50%)	England	Supply and distribution of aggregate
Raymond Brown Limited	50% (2000 50%)	England	Civil engineering contractors

RECYCLED ROCK AND AGGREGATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE 12 MONTHS ENDED 30 MARCH 2001

13. RELATED PARTIES TRANSACTIONS

The shareholding companies of Recycled Rock & Aggregate Limited are listed within Note 12.

	Debtors 2001 £'000	Creditors 2001 £'000
Amounts outstanding as at 30 March 2001 were as follows:		
Foster Yeoman Limited	2	25
Raymond Brown Limited	287	2

	Sales to 2001 £'000	Purchase from 2001 £'000
Foster Yeoman Limited	9	354
Raymond Brown Limited	1841	1149

The above transactions all related to the normal course of business relating to the supply and distribution of stone aggregate.