

03602915 (England and Wales)

**Malden Renders and Finishes Limited**  
**Directors' Report and Financial Statements**  
**For The Year Ended 31 May 2002**



## **Malden Renders and Finishes Limited**

### **Company Information**

<b>Directors</b>	Mr M. Russell Mr S. Russell Mr S. Poole
<b>Secretary</b>	Mr S. Russell
<b>Company Number</b>	03602915 (England and Wales)
<b>Registered Office</b>	Holborn Hall 100 Grays Inn Road London WC1X 8BY
<b>Accountants</b>	Arram Berlyn Gardner Holborn Hall 100 Grays Inn Road London WC1X 8BY
<b>Business Address</b>	171 Selsdon Park Road South Croydon Surrey CR2 8JJ
<b>Bankers</b>	Barclays Bank plc Hanover Square Corporate Banking Centre 8-9 Hanover Square London W1A 4ZW

## **Malden Renders and Finishes Limited**

### **Report of the Directors**

The directors present their report and the financial statements for the year ended 31 May 2002.

#### **Principal Activities and Review of the Business**

The principal activity continues to be that of rendering and finishing contractors.

The Directors are pleased with the results for the year and look forward to growth in future years.

#### **Results and Dividends**

The results for the year are set out on page 5.

During the year an interim dividend of £ 4,000 was declared.

It is proposed that the retained profit of £ 27,489 is transferred to reserves.

#### **Fixed Assets**

The significant changes in fixed assets during the year are explained in note 5 to the financial statements.

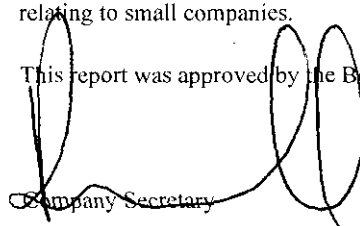
#### **Directors and their Interests**

The directors who served during the year and their interests in the company at 31 May 2002 are as stated below:

	<b>Class of share</b>	<b>Number of shares</b>
Mr M. Russell	Ordinary	1
Mr S. Russell	Ordinary	1
Mr S. Poole	-	-

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

This report was approved by the Board on 20 November 2002

  
Company Secretary

**Accountants' Report to the Directors on the Unaudited Accounts  
of Malden Renders and Finishes Limited**

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 May 2002, set out on pages 5 to 12 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.



**Arram Berlyn Gardner**

**Chartered Accountants**

*20 November 2002*

Holborn Hall  
100 Grays Inn Road  
London  
WC1X 8BY

**Malden Renders and Finishes Limited**

**Profit and Loss Account  
for the year ended 31 May 2002**

		<b>Year Ended 31 May 2002</b>	<b>Year Ended 31 May 2001</b>
	<b>Note</b>	<b>£</b>	<b>£</b>
<b>Turnover</b>	1.2	735,583	448,072
Cost of sales		(512,991)	(349,697)
<b>Gross profit</b>		<u>222,592</u>	<u>98,375</u>
Administrative expenses		(183,757)	(82,665)
<b>Operating profit</b>	2	<u>38,835</u>	<u>15,710</u>
Investment income	3	272	170
Interest payable	4	(651)	0
<b>Profit on ordinary activities before taxation</b>		<u>38,456</u>	<u>15,880</u>
Taxation	5	(6,967)	(1,431)
<b>Profit on ordinary activities after taxation</b>		<u>31,489</u>	<u>14,449</u>
Dividends	6	(4,000)	0
<b>Retained profit for the financial period</b>	13	<u><u>27,489</u></u>	<u><u>14,449</u></u>

There are no recognised gains and losses other than those shown within the profit and loss account.

**Malden Renders and Finishes Limited**

**Balance Sheet  
at 31 May 2002**

		31 May 2002		31 May 2001	
	Note	£	£	£	£
<b>Fixed Assets</b>					
Tangible Assets	7		30,306		14,170
<b>Current Assets</b>					
Stocks	8	4,997		5,761	
Debtors	9	170,541		62,680	
Cash at bank & in hand		24,641		7,878	
		<u>200,179</u>		<u>76,319</u>	
<b>Creditors : amounts falling due within one year</b>	10	<u>(147,212)</u>		<u>(40,209)</u>	
<b>Net Current Assets</b>			52,967		36,110
<b>Creditors : amounts falling due after one year</b>	11		(5,504)		0
<b>Net assets</b>			<u><u>77,769</u></u>		<u><u>50,280</u></u>
<b>Capital and Reserves</b>					
Called up share capital	12		2		2
Profit and loss account			77,767		50,278
<b>Equity Shareholder Funds</b>	13		<u><u>77,769</u></u>		<u><u>50,280</u></u>

For the year ended 31 May 2002 the company was entitled to exemption from audit under s249A(1) of the Companies Act 1985. No notice has been deposited under s249B(2) in relation to the accounts for the financial year. The directors acknowledge their responsibility for ensuring that the company keeps proper accounting records in accordance with s221 to the Act and for preparing accounts which give a true and fair view of the state of affairs of the company at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of s226 and which otherwise comply with the requirements of the Companies Act 1985, so far as applicable to the company.

These accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985.

Approved by the board on 20 November 2002

  
Director

## **Malden Renders and Finishes Limited**

### **Notes to the Financial Statements for the year ended 31 May 2002**

#### **1. Principal Accounting Policies**

##### **1.1 Basis of Accounting**

The financial statements have been prepared under the historical cost convention and include the results of the company's operations as indicated in the directors' report, all of which are continuing.

The company has taken advantage of the exemption in the Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

##### **1.2 Turnover**

Turnover represents amounts receivable for goods and services provided to the housing sector in the UK, net of VAT and trade discounts.

##### **1.3 Fixed Assets**

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful life, as follows:

Fixtures, fittings and equipment	15% per annum - Reducing Balance
Motor vehicles	20% per annum - Reducing Balance

##### **1.4 Stock**

Stock is valued at the lower of cost and net realisable value.

##### **1.5 Long term contracts**

Amounts recoverable on long term contracts, which are included in debtors, are stated at the net sales value of the work done after provision for contingencies and anticipated future losses on contracts, less amounts received as progress payments on account.

Excess progress payments are included in creditors as payments on account.

##### **1.6 Deferred taxation**

The accounting policy in respect of deferred tax has been changed to reflect the requirements of FRS 19 - Deferred Tax. Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

The above amounts to a change in accounting policy. The previous policy was to provide deferred tax only to the extent that it was probable that liabilities would crystallise in the foreseeable future.

**Malden Renders and Finishes Limited**

**Notes to the Financial Statements  
for the year ended 31 May 2002**

**2. Operating profit**

**2002**

**2001**

£

£

Operating profit is stated after charging:

Depreciation of tangible fixed assets

4,797

2,600

Directors' emoluments

55,333

0

**3. Investment income**

**2002**

**2001**

£

£

Interest receivable

272

170

**4. Interest payable**

**2002**

**2001**

£

£

Lease finance charges

651

0



**Malden Renders and Finishes Limited**

**Notes to the Financial Statements  
for the year ended 31 May 2002**

**5. Taxation**

	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Current tax charge	6,967	2,672
Adjustments in respect of previous years	0	(1,241)
Tax on profit on ordinary activities	<u>6,967</u>	<u>1,431</u>
<b>Factors affecting the tax charge for the year</b>		
Profit on ordinary activities before taxation	<u>38,456</u>	<u>15,880</u>
Profit on ordinary activities before taxation multiplied by standrd rate of UK corporation tax of 20% (2001:20%)	7,691	3,176
Effects of:		
Expenses not deductible for tax purposes	264	46
Depreciation	959	520
Capital allowances	(1,889)	(811)
Other tax adjustments	(58)	(1,500)
<b>Tax on profit on ordinary activities</b>	<u>6,967</u>	<u>1,431</u>

If provision were to be made for deferred taxation on the basis of the full potential liability, the tax charge for the year would increase by £ 1,269 (2001: £ 664).

No provision has been made on accelerated capital allowances on plant and machinery as the directors consider the amount immaterial. The amount unprovided is £ 1,269 (2001: £664).

**6. Dividends**

	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Ordinary interim paid	<u>4,000</u>	<u>0</u>

**Malden Renders and Finishes Limited**

**Notes to the Financial Statements  
for the year ended 31 May 2002**

**7. Tangible Assets**

	<b>Fixtures, Fittings &amp; Equipment</b>	<b>Motor Vehicles</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost :</b>			
Balance at 1 June 2001	4,626	16,250	20,876
Additions	0	30,370	30,370
Disposals	0	(16,250)	(16,250)
Balance at 31 May 2002	<u>4,626</u>	<u>30,370</u>	<u>34,996</u>
<b>Depreciation :</b>			
Balance at 1 June 2001	824	5,882	6,706
Charge for year	570	4,227	4,797
Disposals	0	(6,813)	(6,813)
Balance at 31 May 2002	<u>1,394</u>	<u>3,296</u>	<u>4,690</u>
<b>Net book value</b>			
At 31 May 2002	<u>3,232</u>	<u>27,074</u>	<u>30,306</u>
At 31 May 2001	<u>3,802</u>	<u>10,368</u>	<u>14,170</u>

Included above are assets held under finance leases or hire purchase contracts as follows:

	<b>Motor Vehicles</b>
	<b>£</b>
<b>Net book values</b>	
At 31 May 2002	<u>27,074</u>
At 31 May 2001	<u>0</u>
<b>Depreciation charge for the year</b>	
At 31 May 2002	<u>3,296</u>
At 31 May 2001	<u>0</u>

**Malden Renders and Finishes Limited**

**Notes to the Financial Statements  
for the year ended 31 May 2002**

**8. Stocks**

	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Raw materials and consumables	<u>4,997</u>	<u>5,761</u>

**9. Debtors**

	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Trade debtors	133,269	45,942
Amounts recoverable on contracts	36,632	11,427
Other debtors	2	3,990
Prepayments and accrued income	638	1,321
	<u>170,541</u>	<u>62,680</u>

**10. Creditors : Amounts falling due within one year**

	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	9,284	0
Amounts due under finance leases	11,150	0
Trade creditors	26,418	14,102
Amounts owed to related undertaking	0	7,677
Corporation tax	6,967	2,672
Other taxes and social security costs	15,471	4,315
Directors' current accounts	564	564
Accruals and deferred income	77,358	10,879
	<u>147,212</u>	<u>40,209</u>

**11. Creditors : Amounts falling due within one year**

	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Amounts due under finance leases	<u>5,504</u>	<u>0</u>
<b>Net obligations under finance leases</b>		
Repayable within one year	11,150	0
Repayable within one and five years	5,504	0
	<u>16,654</u>	<u>0</u>
Included in liabilities falling due within one year	(11,150)	0
	<u>5,504</u>	<u>0</u>

**Malden Renders and Finishes Limited**

**Notes to the Financial Statements  
for the year ended 31 May 2002**

**12. Called up share capital**

	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
<b>Authorised</b>		
1000 ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
<b>Allotted, called-up and fully paid</b>		
2 ordinary shares of £1 each	<u>2</u>	<u>2</u>

**13. Reconciliation of movements in shareholders' funds**

	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Opening shareholders' funds	50,280	35,831
Profit for the financial period	27,489	14,449
Closing shareholders' funds	<u>77,769</u>	<u>50,280</u>

**14. Related Party Transactions**

During the year the company entered into transactions with The Malden Group plc, a company jointly controlled by Mr M. Russell and Mr S. Russell. These transactions were at arms length.

An administration charge for use of office facilities of £ 10,000 (2001: £ 12,918) was payable and fixed assets were purchased to the sum of £ nil (2001: £ 4,500). At the year end, a balance of £ nil (2001: £ 7,677) was due to that company.