

**TSG BUILDING SERVICES PLC**

**REPORT AND ACCOUNTS**

**FOR THE YEAR ENDED**

**30 APRIL 2001**

**REGISTERED NO. 3908728**



A45  
COMPANIES HOUSE

\*A004956T\*

0371  
24/10/01

**TSG BUILDING SERVICES PLC  
REPORT AND ACCOUNTS  
FOR THE YEAR ENDED 30 APRIL 2001**

**Registered No. 3908728**

	<b>Pages</b>
Directory	2
Director's report	3
Auditors' report	4
Group profit and loss account	5
Group balance sheet	6
Balance Sheet TSG Building Services PLC	7
Notes to the accounts	8 - 12
Group cash flow statement	13
Notes to the group cash flow statement	14

**TSG BUILDING SERVICES PLC  
DIRECTORY**

**Director**

R P Thrussell

**Secretary**

P F Brigden

**Registered Office**

16 Fairways  
New River Trading Estate  
CHESHUNT  
Herts  
EN8 ONJ

## **TSG BUILDING SERVICES PLC REPORT OF THE DIRECTOR**

The director presents his report and the audited accounts for the year ended 30 April 2001.

### **Principal activity**

The principal activity of the company continued to be that of a holding company, the subsidiary companies engaging in building and construction and property development. Details of subsidiary companies are shown in the notes to the accounts.

### **Results and review of the business**

The sole income of the company is the receipt of dividends from its wholly owned subsidiary company The Swiftheat Company Limited.

The director recommends the payment of a dividend of £4.00 per share on 12 October 2000.

### **Political contributions**

No company in the group made a contribution to any political party during the period.

### **Director**

Mr R P Thrussell is sole director of the company and his interest in the ordinary shares of the company was as follows:

	<u>30.4.2001</u>	<u>30.4.2000</u>
R P Thrussell	20,000	20,000

### **Director's responsibilities**

Company law requires the directors to prepare accounts 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 of the company for that period.

In preparing these accounts the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is 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 accounts comply with the Companies Act 1985. He is 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**

Messrs. Young & Co. were elected to act as auditors during the year.

By order of the Board

P F Brigden  
Secretary



12 October

## **AUDITORS' REPORT TO THE MEMBERS OF TSG BUILDING SERVICES PLC**

We have audited the financial statements on pages 5 to 14.

### **Respective responsibilities of directors and auditors**

The company's directors are responsible for the preparation of financial statements. 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 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, 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 April 2001 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985.

**YOUNG & CO.  
Chartered Accountants  
Registered Auditors**



10 Lindum Road  
TEDDINGTON  
Middlesex  
TW11 9DR

12 October 2001

**TSG BUILDING SERVICES PLC**  
**GROUP PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 30 APRIL 2001**

	Notes	2001
Turnover	2	12,656,952
Cost of sales		10,678,258
		<hr/>
Gross profit		1,978,694
Administrative expenses		1,585,552
		<hr/>
Income from investments		393,142
		215
		<hr/>
Operating profit	3	393,357
		<hr/>
Interest receivable	6	13,678
Interest payable	7	(89,089)
		<hr/>
		(75,411)
		<hr/>
Tax on profit on ordinary activities	8	317,946
		71,898
		<hr/>
Profit on ordinary activities after taxation		246,048
Dividends payable		100,000
		<hr/>
		146,048
		=====

All figures in the profit and loss account relate to continuing operation.

The company has no recognised gains and losses other than the profits 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 profit for the year stated above, and their historical cost equivalents.

**TSG BUILDING SERVICES PLC**  
**GROUP BALANCE SHEET**  
**as at 30 APRIL 2001**

	Notes	2001
<b>Fixed assets</b>		
Tangible assets	9	291,281
Investments	10	1,540,604
		<hr/>
		1,831,885
<b>Current assets</b>		
Stocks	11	688,221
Debtors	12	1,155,337
Cash in hand		577,227
		<hr/>
		2,420,785
<b>Creditors: amounts falling due within one year</b>	13	3,100,083
		<hr/>
<b>Net current liabilities</b>		(679,298)
		<hr/>
<b>Total assets less current liabilities</b>		1,152,587
<b>Creditors: amounts falling due after more than one year</b>	14	234,492
		<hr/>
<b>Net assets</b>		918,095
		=====
<b>Capital and reserves</b>		
Called up share capital	15	25,000
Profit and loss account	16	893,095
		<hr/>
<b>Equity shareholders' funds</b>	17	918,095
		=====



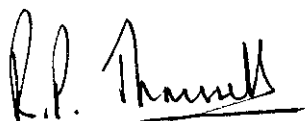
**R P Thrussell**  
**Director**

**12 October 2001**

**TSG BUILDING SERVICES PLC**  
**BALANCE SHEET**  
**as at 30 APRIL 2001**

	Notes	2001	2000
<b>Fixed assets</b>			
Investments	10	25,000	25,000
<b>Creditors: Amounts falling due within one year</b>		-	-
		<hr/>	<hr/>
<b>Total assets less current liabilities</b>		25,000	25,000
<b>Creditors: Amounts falling due after more than one year</b>		-	-
		<hr/>	<hr/>
<b>Net assets</b>		25,000 =====	25,000 =====
<b>Capital and reserves</b>			
Called up share capital	15	25,000	25,000
Profit and loss account	16	-	-
		<hr/>	<hr/>
<b>Equity shareholders' funds</b>		25,000 =====	25,000 =====

The financial statements on pages 5 to 14 were approved on 12 October 2001



**R P Thrussell**  
**Director**



**TSG BUILDING SERVICES PLC**  
**NOTES TO THE ACCOUNTS**  
**as at 30 APRIL 2001**

**1. Accounting policies**

- a) Accounting convention: These accounts have been prepared under the historical cost convention.
- b) Basis of preparation of group accounts: The group profit and loss account and balance sheet incorporate the audited accounts of the holding company and its wholly owned subsidiary companies, all of which prepare accounts to the same date.
- c) Depreciation: Freehold land and buildings held for reinvestment are stated at their own market value, therefore no depreciation is charged in accordance with SSAP 19. Depreciation on other tangible fixed assets is provided at rates which will reduce the book values of these assets over their anticipated life to their net realisable values, as follows:
 

Motor vehicles	25% of cost per annum
Plant and equipment	10% of cost per annum
Computer equipment	25% of cost per annum.
- d) Stock and work-in-progress: Stocks of building materials and consumables are valued at the lower of cost and net realisable value.
- e) Deferred taxation: This is provided by the liability method in respect of all timing difference exempt for those which are not expected to reverse in the foreseeable future.

**2. Turnover**

This represents gross invoiced sales less credit notes, excluding value added tax and is attributable to the companies' principal activities which are wholly within the United Kingdom.

**3. Group operating profit on ordinary activities**

	2001
	£
The profit is arrived at after charging/(crediting)	
Directors' emoluments	106,973
Auditors' remuneration	1,250
Depreciation	37,586
Loss on sale of assets	8,485
Profit on sale of investments	-

**4. Director's emoluments**  
 excluding pension scheme contributions

	2001
Chairman	82,973
	=====

**TSG BUILDING SERVICES PLC**  
**NOTES TO THE ACCOUNTS**  
**as at 30 APRIL 2001**

**5. Staff costs**

The average weekly number of persons (including the director) employed during the year was:-

	2001
Office and management	28
Production and site	71
	—
	99
	===

**Remuneration and related costs were**

	£
Wages and salaries	2,024,489
Social security costs	193,209
Other pension costs	28,454
	—
	2,246,152
	=====

**6. Interest receivable**

	2001
Bank interest receivable	13,678
Other interest receivable	-
	—
	13,678
	=====

**7. Interest payable**

Bank overdrafts and loans	88,505
Other interest	584
	—
	89,089
	=====

**8. Taxation**

Based on the group results for the year

Corporation tax at 10%, 20% and 30%	71,918
Adjustment relating to prior years	(20)
	—
	71,898
	=====

**TSG BUILDING SERVICES PLC**  
**NOTES TO THE ACCOUNTS**  
**as at 30 APRIL 2001**

**9. Tangible fixed assets**

<u>Group</u>	<u>Land and Buildings</u> <u>Long Leashold</u>	<u>Plant and</u> <u>Equipment</u>	<u>Motor</u> <u>Vehicles</u>	<u>Total</u>
Group cost as at 1 May 2000	120,529	36,742	179,208	336,479
Additions during the year	71,955	2,000	51,365	125,320
Cost of disposals	-	(3,494)	(29,145)	(32,639)
	<hr/>	<hr/>	<hr/>	<hr/>
Cost 30 April 2001	192,484	35,248	201,428	429,160
	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation as at 1 May 2000	-	33,660	83,087	116,747
Charge for the year	-	621	36,965	37,586
Depreciation on disposals	-	(1,494)	(14,960)	(16,454)
	<hr/>	<hr/>	<hr/>	<hr/>
As at 30 April 2001	-	32,787	105,092	137,879
	<hr/>	<hr/>	<hr/>	<hr/>
Net book value				
As at 30 April 2001	192,484	2,461	96,336	291,281
	<hr/>	<hr/>	<hr/>	<hr/>

**10. Investments**

i) <u>Group</u>	<u>Total</u>	<u>Other</u> <u>Investments</u>	<u>Quoted</u> <u>Investments</u>
Cost, at 1 May 2000	1,176,657	1,166,019	10,638
Additions	731,958	731,958	-
Disposals	(368,011)	(368,011)	-
	<hr/>	<hr/>	<hr/>
Cost at 30 April 2001	1,540,604	1,529,966	10,638
	<hr/>	<hr/>	<hr/>
ii) <u>Holding Company</u>		<u>Investment in</u> <u>Subsidiary</u> <u>Undertaking</u>	<u>Quoted</u> <u>Investments</u>
	<u>Total</u>		
Cost, as at 1 May 2000 and 30 April 2001	25,000	25,000	-
	<hr/>	<hr/>	<hr/>

The market value of quoted investments on the 30 April 2001 was £675

**TSG BUILDING SERVICES PLC**  
**NOTES TO THE ACCOUNTS**  
**as at 30 APRIL 2001**

**11. Stocks**

	2001	2000
i) <u>Group</u>		
Work-in-progress	578,221	893,217
Stocks of building and plumbing materials and consumables	110,000	120,000
	<hr/>	<hr/>
	688,221	1,013,217
	=====	=====

**12. Debtors**

i) <u>Group</u>		
Trade debtors	1,120,834	1,168,050
Other debtors	34,503	26,097
	<hr/>	<hr/>
	1,155,337	1,194,147
	=====	=====

**13. Creditors: amounts falling due within one year**

<u>Group</u>	2001	2000
Trade creditors	1,382,281	1,319,846
Corporation tax	71,918	129,584
Other creditors	826,367	857,156
Accruals	4,000	3,500
Proposed dividend	100,000	100,000
Bank loans	715,517	642,017
	<hr/>	<hr/>
	3,100,083	3,052,103
	=====	=====

The bank overdrafts are secured by a fixed and floating charge on the assets of the company and by an unlimited cross guarantee between the holding company and subsidiary companies (note 18). The bank loans are secured on the freehold and leasehold properties.

**14. Group**

<u>Other Creditors</u>	2001	2000
Within one year	31,055	33,783
More than one year but within five	234,492	369,343
	<hr/>	<hr/>
	265,547	403,126
	=====	=====

Included in other creditors above are amounts totalling £2,038 (2000 £6,812) which represents obligations net of finance charges allocated to future periods, under hire purchase contracts.

**TSG BUILDING SERVICES PLC**  
**NOTES TO THE ACCOUNTS**  
**as at 30 APRIL 2001**

**15. Share capital** 2001

Authorised	
Ordinary shares of £1 each	25,000
	=====
Allotted, called up and fully paid	
Ordinary shares of £1 each	25,000
	=====

**16. Reserves**

<u>Group</u>	Profit and Loss
	Account
As at 1 May 2001	747,047
Profit for the year	146,048
	-----
As at 30 April 2001	893,095
	=====

**17. Reconciliation of shareholders' funds** 2001

**i) Group**

At 1 May 2000	772,047
Profit for the year	146,048
	-----
As at 30 April 2001	918,095
	=====

**ii) Holding Company**

At 1 May 2000 and 30 April 2001	25,000
	=====

**18. Contingent liabilities**

i) The holding and subsidiary companies have been given an unlimited guarantee in respect of the bank borrowings of other group companies.

2001

ii) Bonds to local authorities	
- group	39,928
- holding company	-

**19. Pension commitments**

The group operates a defined contribution pension scheme for certain employees of one of its subsidiary companies. The assets of the scheme are held separately from those of the company in an independently administered fund.

**TSG BUILDINGS SERVICES PLC**  
**GROUP CASH FLOW STATEMENT**  
**for the year ended 30 April 2001**

	Notes	2001
<b>Net cash flow from operating activities</b>	1	717,937
<b>Returns on investments and servicing of finance</b>		
Interest received		13,678
Receipts from sale of investments		368,011
Purchase on investments		(731,958)
Interest paid		(89,089)
		<hr/>
<b>Net cash inflow from returns on investments</b>		(439,358)
		<hr/>
<b>Taxation</b>		331,579
Corporation tax paid		(126,472)
		<hr/>
		205,107
<b>Investing activities</b>		
Payments to acquire tangible fixed assets		(125,320)
Receipts from sales of tangible fixed assets		7,700
Dividend paid		(100,000)
		<hr/>
<b>Net cash outflow from investing activities</b>		(217,620)
		<hr/>
<b>Increase (decrease) in cash</b>	3	(12,513)
		=====

**TSG BUILDING SERVICES PLC**  
**NOTES TO THE GROUP CASH FLOW STATEMENT**  
**for the year ended 30 APRIL 2001**

1. Reconciliation of operating profit to net cash inflow from operating activities:

	2001
Operating profit	393,357
Depreciation	37,586
Loss on sale of assets	8,485
Decrease in stocks	324,996
Decrease in debtors	38,810
Increase (decrease) in creditors	(32,297)
	<hr/>
Net cash inflow on operating activities	770,937
	<hr/>

2. Analysis of changes in cash and cash equivalents during the year

	2001
Balance, at 1 May 2000	589,740
Change in the year	(12,513)
	<hr/>
Balance, at 30 April 2001	577,227
	<hr/>

3. Analysis of the balances of cash and cash equivalents as show in the balance sheet

	2001	2000	Change in the year
Cash in hand	577,227	589,740	(12,513)
	<hr/>	<hr/>	<hr/>