

**A AND R UTILITIES LIMITED**  
**ABBREVIATED ACCOUNTS**  
**31 MARCH 2006**



**BRUCE ROBERTS & CO LIMITED**  
Chartered Accountants  
18 Ruabon Road  
WREXHAM  
LL13 7PB

**A AND R UTILITIES LIMITED**

**ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 MARCH 2006**

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**A AND R UTILITIES LIMITED****ABBREVIATED BALANCE SHEET****31 MARCH 2006**

	Note	2006 £	2005 £
<b>FIXED ASSETS</b>	<b>2</b>		
Tangible assets		190,719	68,899
<b>CURRENT ASSETS</b>			
Stocks		30,720	-
Debtors		149,709	85,090
Cash at bank and in hand		89,411	49,431
		<u>269,840</u>	<u>134,521</u>
<b>CREDITORS: Amounts falling due within one year</b>		<u>283,773</u>	<u>128,027</u>
<b>NET CURRENT (LIABILITIES)/ASSETS</b>		<u>(13,933)</u>	<u>6,494</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>176,786</u>	<u>75,393</u>
<b>CREDITORS: Amounts falling due after more than one year</b>		76,727	7,919
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>		7,805	-
		<u>92,254</u>	<u>67,474</u>

The Balance sheet continues on the following page.

The notes on pages 3 to 5 form part of these abbreviated accounts.

**A AND R UTILITIES LIMITED****ABBREVIATED BALANCE SHEET** *(continued)***31 MARCH 2006**

	Note	2006 £	2005 £
<b>CAPITAL AND RESERVES</b>			
Called-up equity share capital	3	99	99
Profit and loss account		<u>92,155</u>	<u>67,375</u>
<b>SHAREHOLDERS' FUNDS</b>		<u><b>92,254</b></u>	<u><b>67,474</b></u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements 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 its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved by the directors on 27.10.06 and are signed on their behalf by:

  
MR D ASHBROOK

**A AND R UTILITIES LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 MARCH 2006**

**1. ACCOUNTING POLICIES**

**Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

**Changes in accounting policies**

In preparing the financial statements for the current year, the company has adopted the following Financial Reporting Standards:

- Financial Reporting Standard for Smaller Entities (effective January 2005); and
- FRS 21 'Events after the Balance Sheet date (IAS 10)'.

There is no material effect on the accounts due to the adoption of the standards.

**Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the year for services supplied to the construction industry, exclusive of Value Added Tax.

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion.

**Fixed assets**

All fixed assets are initially recorded at cost.

**Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

- |                   |   |   |
|-------------------|---|---|
| Plant & Machinery | - | 25% reducing balance on heavy plant,<br>33.33% straightline on others |
| Motor Vehicles    | - | 25% reducing balance  |

**Work in progress**

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

**Hire purchase agreements**

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

**A AND R UTILITIES LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 MARCH 2006**

**1. ACCOUNTING POLICIES** *(continued)*

**Operating lease agreements**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

**Deferred taxation**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

**Financial instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

**A AND R UTILITIES LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 MARCH 2006**

**2. FIXED ASSETS**

	<b>Tangible Assets £</b>
<b>COST</b>	
At 1 April 2005	91,865
Additions	196,753
Disposals	<u>(14,225)</u>
<b>At 31 March 2006</b>	<u><b>274,393</b></u>
<b>DEPRECIATION</b>	
At 1 April 2005	22,966
Charge for year	64,083
On disposals	<u>(3,375)</u>
<b>At 31 March 2006</b>	<u><b>83,674</b></u>
<b>NET BOOK VALUE</b>	
<b>At 31 March 2006</b>	<u><b>190,719</b></u>
At 31 March 2005	<u><b>68,899</b></u>

**3. SHARE CAPITAL****Authorised share capital:**

	<b>2006</b>	<b>2005</b>
	<b>£</b>	<b>£</b>
2,000 Ordinary shares of £1 each	<u><b>2,000</b></u>	<u><b>2,000</b></u>

**Allotted, called up and fully paid:**

	<b>2006</b>		<b>2005</b>
	<b>No</b>	<b>£</b>	<b>No</b>
	<u><b>99</b></u>	<u><b>99</b></u>	<u><b>99</b></u>
Ordinary shares of £1 each			

**A AND R UTILITIES LIMITED****ACCOUNTANTS' REPORT TO THE DIRECTORS OF A AND R  
UTILITIES LIMITED****YEAR ENDED 31 MARCH 2006**

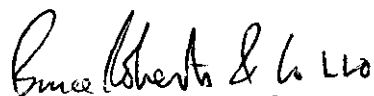
In accordance with our terms of engagement, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Balance Sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the Company's Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Directors that we have done so, and state those matters that we have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31 March 2006 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.



**BRUCE ROBERTS & CO LIMITED**  
Chartered Accountants

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28/11/06