

THE GILLINGHAM POTTERY, BRICK AND TILE COMPANY LIMITED
(INCORPORATED UNDER THE COMPANIES ACT 1862
IN ENGLAND No. 2687)

REPORT OF THE DIRECTORS
and
STATEMENT OF ACCOUNTS
5TH APRIL 2004

DIRECTORS

MRS DOROTHY HARRIS

MR TIMOTHY TREVOR PRATT

MRS SUSAN MARY CARMICHAEL

ACCOUNTANTS

FLETCHER & PARTNERS
CHARTERED ACCOUNTANTS
SALISBURY



Notice is hereby given that the 2004 ANNUAL GENERAL MEETING of the Company will be held at the Company's Registered Office, THE SQUARE, GILLINGHAM on 23th July 2004 at 12.00 noon, for the election of Directors and the usual ordinary business.

7th June 2004
GILLINGHAM DORSET

T T PRATT
Secretary

NOTE

A member entitled to attend and vote at this meeting is entitled to appoint one or more proxies to attend and vote instead of him on a poll. A proxy need not also be a member of the Company.

THE GILLINGHAM POTTERY, BRICK AND TILE COMPANY LIMITED

REPORT OF THE DIRECTORS

The directors present their report and accounts for the year ended 5th April 2004.

PRINCIPAL ACTIVITY

The business of the company is investment and property development.

REVIEW OF BUSINESS

There was a profit on ordinary activities of £33,284 and after deducting a taxation charge of £5,606 and a dividend of £24,000, there remained a balance of £3,678 to add to retained profits.

DIVIDEND

The directors recommend a final dividend of £30 per share.

DIRECTORS


The directors who served during the year and their interests in the company's share capital were as follows :-

	<u>Fully Paid Ordinary £10 Shares</u>	
	<u>2004</u>	<u>2003</u>
Mrs D Harris	107	107
Mr T T Pratt (as Trustee)	25	25
Mrs S M Carmichael	112	112

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

7th June 2004
Gillingham

By Order of the Board


T T Pratt
Secretary

REPORT OF THE ACCOUNTANTS
TO THE DIRECTORS OF
THE GILLINGHAM POTTERY, BRICK AND TILE COMPANY LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 5th April 2004 set out on pages 3 to 7, and you consider that the company is exempt from an audit under the Companies Act 1985. 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.

Fletcher & Partners

7th June 2004
Salisbury

FLETCHER & PARTNERS
Chartered Accountants

THE GILLINGHAM POTTERY, BRICK AND TILE COMPANY LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 5TH APRIL 2004

	<u>Notes</u>	<u>2004</u> £	<u>2003</u> £
TURNOVER	1c	51,295	51,239
Administrative Expenses		39,930	45,773
OPERATING PROFIT	2	11,365	5,466
Income from Fixed Asset Investments		9,248	8,954
Other Interest Receivable		1,031	924
Profit/(Loss) on Disposal of Fixed Assets		11,615	(23,165)
Appreciation/(Depreciation) in Investments	3	25	517
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		33,284	(7,304)
TAXATION	4	5,606	3,907
PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION		27,678	(11,211)
DIVIDEND	5	24,000	20,000
Retained Profit/(Loss) for Year		3,678	(31,211)
Retained Profit at 6th April 2003		465,273	496,484
RETAINED PROFIT at 5th April 2004		<u>£468,951</u>	<u>£465,273</u>

The notes on pages 5 to 7 form part of these accounts

THE GILLINGHAM POTTERY, BRICK AND TILE COMPANY LIMITED

BALANCE SHEET AS AT 5TH APRIL 2004

	<u>Notes</u>	<u>2004</u>	<u>2003</u>
		£	£
FIXED ASSETS			
Tangible Assets	6	222,841	222,841
Investments	7	203,766	192,879
		<u>426,607</u>	<u>415,720</u>
CURRENT ASSETS			
Debtors	8	22,141	22,300
Cash at Bank		66,359	66,942
		<u>88,500</u>	<u>89,242</u>
CREDITORS :			
Amounts falling due within one year	9	38,156	31,689
NET CURRENT ASSETS/ (LIABILITIES)		<u>50,344</u>	<u>57,553</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>£476,951</u>	<u>£473,273</u>
CAPITAL AND RESERVES			
Called up Share Capital	10	8,000	8,000
Profit and Loss Account		468,951	496,484
		<u>£476,951</u>	<u>£504,484</u>

The directors are satisfied that the company is entitled to exemption under section 249A(1) of the Companies Act 1985 and that no member or members have requested an audit pursuant to section 249(B)(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 Companies Act 1985, and
- ii. preparing accounts 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 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Approved by the Board on 2nd June 2004
and signed on its behalf by

S. M. Carmichael

..... Mrs S M Carmichael Director

The notes on pages 5 to 7 form part of these accounts

THE GILLINGHAM POTTERY, BRICK AND TILE COMPANY LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 5TH APRIL 2004

1. **ACCOUNTING POLICIES**

a. Basis of Accounts

The accounts have been prepared under the historical cost convention.

b. Cash Flow

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under FRS 1 "Cash flow statements".

c. Turnover

The turnover is attributable to rental income.

d. Depreciation

No depreciation is charged on freehold property.

e. Taxation

Provision has been made in the accounts for United Kingdom Corporation Tax on profits for the year.

f. Investments

These are valued at cost less provision for permanent diminution in value.

2. **OPERATING PROFIT**

The operating profit is stated after charging :

	<u>2004</u>	<u>2003</u>
Directors' Remuneration	£15,500	£15,500

3. **APPRECIATION/DEPRECIATION IN INVESTMENTS**

	<u>2004</u>	<u>2003</u>
Appreciation/(Depreciation) in Market Value of Investments written down below cost	£ 25	£ 517

4. **TAXATION**

	<u>2004</u>	<u>2003</u>
At 30% on profits for the year as adjusted for tax purposes	5,606	3,950
Prior Year Adjustment	-	(43)
	<u>£5,606</u>	<u>£3,907</u>

THE GILLINGHAM POTTERY, BRICK AND TILE COMPANY LIMITED

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 5TH APRIL 2004
 (continued)

5. **DIVIDENDS**

	<u>2004</u>	<u>2003</u>
Final - proposed	<u>£24,000</u>	<u>£20,000</u>

6. **TANGIBLE FIXED ASSETS**

	<u>FREEHOLD PROPERTY</u>		
	<u>Brickyard at Gillingham</u>	<u>Cottages</u>	<u>TOTAL</u>
Cost at 6th April 2003	72,346	150,495	222,841
Additions	-	-	-
Disposals	-	-	-
Cost at 5th April 2004	<u>£72,346</u>	<u>£150,495</u>	<u>£222,841</u>

Freehold Property has not been revalued as required by Statement of Standard Accounting Practice No.19 as it is considered that any benefit would be disproportionate to the costs involved.

7. **INVESTMENTS**

	<u>2004</u>	<u>2003</u>
Listed Investments	<u>£203,766</u>	<u>£192,879</u>

The market value of the investments at 5th April 2004 was £201,945 (2003 - £171,963).

8. **DEBTORS**

	<u>2004</u>	<u>2003</u>
Trade Debtors	1,321	-
Taxation	-	-
Other Debtors	20,820	22,300
	<u>£22,141</u>	<u>£22,300</u>

THE GILLINGHAM POTTERY, BRICK AND TILE COMPANY LIMITED

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 5TH APRIL 2004
 (continued)

9. CREDITORS : Amounts Falling Due Within One Year

	<u>2004</u>	<u>2003</u>
Trade Creditors	4,625	3,000
Other Creditors	3,950	4,764
Dividend	24,000	20,000
Corporation Tax	5,581	3,925
	<u>£38,156</u>	<u>£31,689</u>

10. CALLED UP SHARE CAPITAL

	<u>2004</u>	<u>2003</u>
Authorised		
800 Ordinary Shares of £10 each	<u>£8,000</u>	<u>£8,000</u>
Allotted, Issued and Fully Paid		
800 Ordinary Shares of £10 each	<u>£8,000</u>	<u>£8,000</u>

THE GILLINGHAM POTTERY, BRICK AND TILE COMPANY LIMITED

INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 5TH APRIL 2004

INCOME

Rents Receivable	51,294.50	
<u>Less</u> Repairs	3,625.16	
Insurance	2,816.16	
Professional Fees	<u>3,799.32</u>	
	10,240.64	
		41,053.86
UK Dividends		4,073.72
UK Interest		3,238.50
Foreign Interest		1,935.45
Bank and Brokers Interest		1,025.58
Interest on Corporation Tax		<u>5.27</u>
		51,332.38

INVESTMENTS

Profit on Sale of Investments	11,615.28
Appreciation in Market Value of Investments written down below cost	<u>25.19</u>
	62,972.85

MANAGEMENT EXPENSES

Salaries and National Insurance	16,383.21	
Property Repairs	-	
Water and Insurance	855.04	
Electricity	186.62	
Office Expenses	315.24	
Professional Fees	6,709.25	
Accountancy	2,702.50	
Investment Management Fees	2,382.20	
Bank Charges	<u>155.10</u>	
		29,689.16

PROFIT FOR YEAR

£33,283.69