

CAMPBELL SMITH AND COMPANY LIMITED
FINANCIAL STATEMENTS
31 MARCH 2001

Company Registration Number 50470



CHADWICK
Chartered Accountants & Registered Auditors
Television House
10/12 Mount Street
Manchester
M2 5NT

CAMPBELL SMITH AND COMPANY LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2001

CONTENTS

PAGES

Officers and professional advisers

1

The directors' report

2 to 3

Auditors' report to the shareholders

4

Profit and loss account

5

Balance sheet

6

Notes to the financial statements

7 to 11

The following pages do not form part of the financial statements

Detailed profit and loss account

13

Notes to the detailed profit and loss account

14 to 15

CAMPBELL SMITH AND COMPANY LIMITED
OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

R Cousins
K E Gibbs
P M Lichtensteiger

Company secretary

A L Rose

Registered office

99 Fleet Road
Fleet
Hampshire
GU13 8PJ

Auditors

Chadwick
Chartered Accountants
& Registered Auditors
Television House
10/12 Mount Street
Manchester
M2 5NT

CAMPBELL SMITH AND COMPANY LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 MARCH 2001

The directors present their report and the financial statements of the company for the year ended 31 March 2001.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of decorators, including the restoration of ecclesiastical and historical buildings

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE PARENT COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the parent company were as follows:

		in the parent company	
		At 31 March 2001	At 1 April 2000 or later date of appointment
R Cousins		-	-
K E Gibbs		-	-
P M Lichtensteiger	(Appointed 13 February 2001)	-	-
P D Gibbs	(Resigned 27 April 2000)		
P W Kightley	(Resigned 7 April 2000)		

The company is a wholly owned subsidiary and the interests of group directors are disclosed in the financial statements of the parent company.

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 at the end of the year and of the profit or loss for the year then ended.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described on page 7, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also 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. The directors are 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

A resolution to re-appoint Chadwick as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

CAMPBELL SMITH AND COMPANY LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 MARCH 2001

SMALL COMPANY PROVISIONS

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

Registered office:
99 Fleet Road
Fleet
Hampshire
GU13 8PJ

Signed by order of the directors



A L ROSE
Company Secretary

Approved by the directors on ~~3rd September 2001~~



CHARTERED ACCOUNTANTS

CAMPBELL SMITH AND COMPANY LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS

YEAR ENDED 31 MARCH 2001

We have audited the financial statements on pages 5 to 11 which have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets and the accounting policies set out on page 7.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

As described on page 2, the company's directors are responsible for the preparation of the 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. 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 as at 31 March 2001 and of the loss of the company for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

Television House
10/12 Mount Street
Manchester
M2 5NT

3 October 2001


CHADWICK
Chartered Accountants
& Registered Auditors

CAMPBELL SMITH AND COMPANY LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 MARCH 2001

	Note	2001 £	2000 £
TURNOVER		843,750	1,072,652
Cost of sales		744,509	850,089
GROSS PROFIT		99,241	222,563
Administrative expenses		156,288	191,000
Other operating income		(2,712)	(10,049)
OPERATING (LOSS)/PROFIT	2	(54,335)	41,612
Interest payable and similar charges	4	8,321	4,192
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(62,656)	37,420
Tax on (loss)/profit on ordinary activities		-	-
(LOSS)/RETAINED PROFIT FOR THE FINANCIAL YEAR		(62,656)	37,420

All of the activities of the company are classed as continuing.

The notes on pages 7 to 11 form part of these financial statements.

CAMPBELL SMITH AND COMPANY LIMITED

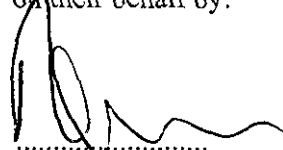
BALANCE SHEET

31 MARCH 2001

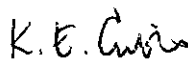
	Note	2001 £	2000 £
FIXED ASSETS			
Tangible assets	5	<u>14,570</u>	<u>158,820</u>
CURRENT ASSETS			
Stocks		-	1,446
Debtors due within one year	6	189,108	258,938
Cash in hand		-	1,143
		<u>189,108</u>	<u>261,527</u>
CREDITORS: Amounts falling due within one year	7	<u>(215,009)</u>	<u>(348,648)</u>
NET CURRENT LIABILITIES		<u>(25,901)</u>	<u>(87,121)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(11,331)</u>	<u>71,699</u>
CREDITORS: Amounts falling due after more than one year	8	-	(20,374)
		<u>(11,331)</u>	<u>51,325</u>
CAPITAL AND RESERVES			
Called-up equity share capital	11	83,889	83,889
Revaluation reserve	12	-	44,649
Profit and Loss Account	13	<u>(95,220)</u>	<u>(77,213)</u>
(DEFICIENCY)/SHAREHOLDERS' FUNDS	14	<u>(11,331)</u>	<u>51,325</u>

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

These financial statements were approved by the directors on the 03/09/01, and are signed on their behalf by:



R COUSINS



K E GIBBS

The notes on pages 7 to 11 form part of these financial statements.

CAMPBELL SMITH AND COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2001

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets.

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the company is small.

Turnover

The turnover shown in the Profit and Loss Account represents amounts invoiced during the year, exclusive of Value Added Tax.

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:

Freehold Property	- 2% Straight line
Computer Equipment	- 25% reducing balance
Plant, machinery & fittings -	10% reducing balance
Motor Vehicles	- 25% reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the Profit and Loss Account.

Amounts recoverable on contracts

These are contracts which are material to the activity of the company. Attributable profit is recognised once the outcome of a contract can be assessed with reasonable certainty. Attributable profit is recognised as certified valuation less amounts invoiced. Immediate provision is made for all foreseeable losses if a contract is assessed as unprofitable.

CAMPBELL SMITH AND COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2001

2. OPERATING (LOSS)/PROFIT

Operating (loss)/profit is stated after charging/(crediting):

	2001	2000
	£	£
Depreciation	14,662	16,465
Profit on disposal of fixed assets	(2,018)	-
Auditors' fees	1,715	3,100
Operating lease costs:		
Vehicles	<u>2,047</u>	<u>-</u>

3. DIRECTORS' EMOLUMENTS

The directors' aggregate emoluments in respect of qualifying services were:

	2001	2000
	£	£
Aggregate emoluments	14,420	60,308
Value of company pension contributions to non-money purchase schemes	417	1,329
	<u>14,837</u>	<u>61,637</u>

4. INTEREST PAYABLE

	2001	2000
	£	£
Finance charges	-	1,773
Other interest	8,321	2,419
	<u>8,321</u>	<u>4,192</u>

CAMPBELL SMITH AND COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2001

5. TANGIBLE FIXED ASSETS

	Freehold Property £	Computer equipment £	Plant, machinery & fittings £	Motor Vehicles £	Total £
COST					
At 1 April 2000	120,000	55,446	13,673	46,840	235,959
Additions	-	-	-	3,995	3,995
Disposals	(120,000)	-	-	(37,152)	(157,152)
At 31 March 2001	<u>-</u>	<u>55,446</u>	<u>13,673</u>	<u>13,683</u>	<u>82,802</u>
DEPRECIATION					
At 1 April 2000	5,650	36,746	11,970	22,773	77,139
Charge for the year	1,000	7,025	1,703	4,934	14,662
On disposals	(6,650)	-	-	(16,919)	(23,569)
At 31 March 2001	<u>-</u>	<u>43,771</u>	<u>13,673</u>	<u>10,788</u>	<u>68,232</u>
NET BOOK VALUE					
At 31 March 2001	<u>-</u>	<u>11,675</u>	<u>-</u>	<u>2,895</u>	<u>14,570</u>
At 31 March 2000	<u>114,350</u>	<u>18,700</u>	<u>1,703</u>	<u>24,067</u>	<u>158,820</u>

Hire purchase agreements

Included within the net book value of £14,570 is £Nil (2000 - £21,325) relating to assets held under hire purchase agreements. The depreciation charged to the accounts in the year in respect of such assets amounted to £Nil (2000 - £7,108).

6. DEBTORS

	2001 £	2000 £
Trade debtors	41,610	114,866
Amounts owed by group undertakings	-	17,502
Corporation Tax repayable	373	-
Amounts recoverable on contracts	147,125	126,570
	<u>189,108</u>	<u>258,938</u>

CAMPBELL SMITH AND COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2001

7. CREDITORS: Amounts falling due within one year

	2001	2000
	£	£
Bank loans and overdrafts	20,269	66,586
Trade creditors	22,177	64,742
Advance from Invoice Discounter	-	37,369
Amounts owed to group undertakings	29,866	-
Hire purchase agreements	-	9,586
Other creditors including taxation:		
PAYE and social security	34,796	56,494
VAT	75,723	52,186
Other creditors	6,680	8,688
	<u>189,511</u>	<u>295,651</u>
Accruals and deferred income	25,498	52,997
	<u>215,009</u>	<u>348,648</u>

The bank loan and overdraft are secured on the assets of the company by way of a fixed and floating charge.

8. CREDITORS: Amounts falling due after more than one year

	2001	2000
	£	£
Bank loans and overdrafts	-	14,875
Hire purchase agreements	-	5,499
	<u>-</u>	<u>20,374</u>

The bank loan and overdraft are secured on the assets of the company by way of a fixed and floating charge.

9. COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS

Future commitments under hire purchase agreements are as follows:

	2001	2000
	£	£
Amounts payable within 1 year	-	9,536
Amounts payable between 2 to 5 years	-	5,549
	<u>-</u>	<u>15,085</u>

10. RELATED PARTY TRANSACTIONS

The company purchased goods and services from Cousins Limited amounting to £152,127 (2000: £72,768) and made sales of £413,404 (2000: £51,081). There was a balance owing to Cousins Limited at the year end of £69,225 (2000: £Nil).

The company also paid management charges to Cousins Limited of £5,807 (2000: £Nil) during the year.

No other transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.

CAMPBELL SMITH AND COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2001

11. SHARE CAPITAL

Authorised share capital:

	2001	2000
	£	£
250,000 Ordinary shares of £1.00 each	250,000	250,000

Allotted, called up and fully paid:

	2001	2000
	£	£
Ordinary share capital	83,889	83,889

12. REVALUATION RESERVE

	2001	2000
	£	£
Balance brought forward	44,649	44,649
Transfer to the Profit and Loss Account on realisation	(44,649)	-
Balance carried forward	-	44,649

13. PROFIT AND LOSS ACCOUNT

	2001	2000
	£	£
Balance brought forward	(77,213)	(114,633)
Retained (loss)/profit for the financial year	(62,656)	37,420
Transfer from revaluation reserve	44,649	-
Balance carried forward	(95,220)	(77,213)

14. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2001	2000
	£	£
(Loss)/Profit for the financial year	(62,656)	37,420
Opening shareholders' equity funds	51,325	13,905
Closing shareholders' equity funds	(11,331)	51,325

15. ULTIMATE PARENT COMPANY

The ultimate parent company is Cousins (Group Holdings) Limited, which is registered in England and Wales. A copy of that company's accounts may be obtained from Companies House, Cardiff upon payment of the appropriate fee.