

Company No: 248899

HENRY NEWBERRY AND COMPANY LIMITED

ABBREVIATED REPORT & FINANCIAL STATEMENT

YEAR ENDED 31 DECEMBER 1997

AUDITORS  
Hacker Young  
Registered Auditor  
Chartered Accountants  
168 Church Road, Hove  
East Sussex, BN3 2DL



AUDITORS' REPORT TO THE DIRECTORS OF  
HENRY NEWBERRY AND COMPANY LIMITED

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985  
FOR THE YEAR ENDED 31 DECEMBER 1997

We have examined the abbreviated accounts on pages 3 to 6 together with the full financial statements of the company prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1997.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 of the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 3 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

**Basis of opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

**Opinion**

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to the Act, in respect of the year ended 31 December 1997 and the abbreviated accounts on pages 3 to 6 have been properly prepared in accordance with the Schedule.

**Other information**

On 17 APRIL 1998 we reported, as auditors of HENRY NEWBERRY AND COMPANY LIMITED, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1997, and our audit report was as follows on page 2.

'AUDITORS' REPORT TO THE MEMBERS OF  
HENRY NEWBERRY AND COMPANY LIMITED

(Continued from Page 1)

FOR THE YEAR ENDED 31 DECEMBER 1997

We have audited the financial statements on pages 4 to 11 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

**Respective responsibilities of directors and auditors**

As described on page 2, 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.

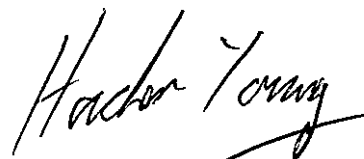
**Basis of opinion**

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. It also includes an assessment of the significant estimates and judgments 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 December 1997 and of its profit for the year then ended and have been properly prepared in accordance with provisions of the Companies Act 1985.



Hacker Young

Registered Auditor  
Chartered Accountants  
168 Church Road, Hove

Date: 17/4/98

**HENRY NEWBERRY AND COMPANY LIMITED**

**ABBREVIATED BALANCE SHEET**  
**AS AT 31 DECEMBER 1997**

	<u>Notes</u>	£	<u>1997</u> £	£	<u>1996</u> £
<b>FIXED ASSETS</b>					
Tangible assets	2		46,936		38,956
<b>CURRENT ASSETS</b>					
Stocks		399,183		379,267	
Debtors	3	171,238		154,126	
Cash at bank and in hand		42,333		48,434	
		<u>612,754</u>		<u>581,827</u>	
<b>CREDITORS - amounts falling due within one year</b>		<u>(143,988)</u>		<u>(121,229)</u>	
<b>NET CURRENT ASSETS</b>			468,766		460,598
<b>NET ASSETS</b>			<u>£ 515,702</u>		<u>£ 499,554</u>
<b>CAPITAL AND RESERVES</b>					
Called-up share capital	4		4,050		4,050
Capital reserve			2,903		2,903
Profit and loss account			508,749		492,601
<b>TOTAL CAPITAL EMPLOYED</b>			<u>£ 515,702</u>		<u>£ 499,554</u>

Advantage has been taken of the exemptions conferred by Part 1 of Schedule 8 to the Companies Act 1985 on the grounds that, in the directors' opinion, the company is entitled to the benefit of those exemptions as a small company.

**SIGNED ON BEHALF OF THE BOARD**

Mrs C A Johnson *C. A. Johnson*  
Mrs J K Bennett *J. Bennett* ) Directors

Dated: 17/4/98

**HENRY NEWBERRY AND COMPANY LIMITED**

**NOTES FORMING PART OF THE ABBREVIATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 1997**

**1. ACCOUNTING POLICIES**

The financial statements have been prepared in accordance with applicable Accounting Standards. The particular accounting policies adopted are set out below.

**1.1 Basis of accounting**

The financial statements are prepared under the historical cost convention.

**1.2 Turnover**

This represents the invoiced amounts of goods sold, net of value added tax.

**1.3 Depreciation of tangible fixed assets**

Provision is made for depreciation on all tangible assets at rates calculated to write off the cost or valuation of each asset over its expected useful life as follows:

Fixtures and fittings:	20%	per annum on a reducing balance
Motor vehicles	25%	per annum on a reducing balance
Leasehold property		period of lease

**1.4 Deferred taxation**

Deferred taxation is accounted for on all timing differences, except where no tax liability is expected to arise in the foreseeable future.

**1.5 Stocks**

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

**1.6 Pension costs**

The company operates a non-contributory pension scheme. The assets of the scheme are held in separate trustee administered funds and are independent of the company's finances. Contributions to the scheme are charged against profits in the year in which they are payable to the scheme.

**HENRY NEWBERRY AND COMPANY LIMITED**

**NOTES FORMING PART OF THE ABBREVIATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 1997**

**2. TANGIBLE FIXED ASSETS**

	<u>Land and buildings</u>	<u>Fixtures and fittings</u>	<u>Motor vehicles</u>	<u>Total</u>
	£	£	£	£
Cost or valuation:				
At 1 January 1997	6,456	80,340	13,550	100,346
Additions	-	3,609	23,450	27,059
Disposals	-	(9,030)	(13,550)	(22,580)
	<u>6,456</u>	<u>74,919</u>	<u>23,450</u>	<u>104,825</u>
At 31 December 1997	6,456	74,919	23,450	104,825
Depreciation:				
At 1 January 1997	1,625	51,930	7,835	61,390
Charge for year	325	6,209	5,860	12,394
Disposals	-	(8,060)	(7,835)	(15,895)
	<u>1,950</u>	<u>50,079</u>	<u>5,860</u>	<u>57,889</u>
At 31 December 1997	1,950	50,079	5,860	57,889
Net book value at 31 December 1997	<u>4,506</u>	<u>24,840</u>	<u>17,590</u>	<u>46,936</u>
Net book value at 31 December 1996	<u>4,831</u>	<u>28,410</u>	<u>5,715</u>	<u>38,956</u>

	<u>1997</u> £	<u>1996</u> £
The net book values of land and building comprises:		
Short leasehold	<u>4,506</u>	<u>4,831</u>

**3. DEBTORS**

The following are included in the net book value of debtors:

	<u>1997</u> £	<u>1996</u> £
Amounts falling due within one year	171,238	154,126
Amounts falling due after more than one year	-	-
	<u>171,238</u>	<u>154,126</u>

HENRY NEWBERRY AND COMPANY LIMITED

NOTES FORMING PART OF THE ABBREVIATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 1997

4. CALLED-UP SHARE CAPITAL

	<u>Authorised</u>	<u>Allotted, called-up and fully paid</u>	
	£	<u>1997</u> £	<u>1996</u> £
Ordinary shares of £1 each	5,000	4,050	4,050

The movement in shareholders' funds is attributable to the profit for the year.

5. TRANSACTIONS WITH DIRECTORS

In regard to arrangements between the company and directors, Mrs C A Johnson owns the freehold which forms part of the premises from which the company operates. She has granted the company a lease of 25 years at a commercial rent at present £90,000 (but as from 25 March 1993, reduced to £67,500).

6. RELATED PARTY TRANSACTIONS

During the year, Mrs J K Bennett was also a Director of a company that supplied Henry Newbery and Co Limited with goods. The transactions were at arms length and the net value was £20,492 (1996 £19,838).