

WESTON BEAMOR LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31st DECEMBER 1991

(Registered in England, Number 465213)

REPORT OF THE AUDITORS, KPMG PEAT MARWICK, TO THE DIRECTORS OF
WESTON BEAMOR LIMITED
PURSUANT TO PARAGRAPH 8 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 6, together with the full accounts of Weston Beamor Limited for the year ended 31st December 1991. The scope of our work for the purpose of this report was limited to confirming that the company is entitled to the exemptions claimed in the directors' statement on page 2 and the abbreviated accounts have been properly prepared from the full accounts. In our opinion, the company is entitled under Sections 246 to 247 of the Companies Act 1985 to the exemptions conferred by Part 1 of Schedule 8 to that Act in respect of the year ended 31st December 1991 and the abbreviated accounts on pages 2 to 6 have been properly prepared in accordance with Schedule 8 of that Act.

On 12th March 1992, we reported as auditors of Weston Beamor Limited to the members on the full accounts prepared under Section 226 of the Companies Act 1985 for the year ended 31st December 1991 and our audit report was as follows:

"We have audited the accounts on pages 4 to 14 in accordance with Auditing Standards.

In our opinion the accounts give a true and fair view of the state of the company's affairs at 31st December 1991 and of its profit and source and application of funds for the year then ended and have been properly prepared in accordance with the Companies Act 1985."

KPMG Peat Marwick

Chartered Accountants
Registered Auditor

Birmingham

12th March 1992

WESTON BEAMOR LIMITED
ABBREVIATED BALANCE SHEET
AT 31st DECEMBER 1991

	Note	£	1991 £	1990 £
Fixed assets				
Tangible assets	3		302,313	311,974
Current assets				
Stocks		41,554	25,642	
Debtors		434,269	383,372	
Cash at bank and in hand		207,638	107,935	
		<u>683,461</u>	<u>516,949</u>	
Creditors: Amounts falling due within one year	4	(584,290)	(477,692)	
Net current assets			<u>99,171</u>	<u>39,257</u>
Total assets less current liabilities			401,484	351,231
Creditors: Amounts falling due after more than one year	5		(50,000)	(50,000)
Provisions for liabilities and charges			(6,856)	(6,608)
Net assets			<u>344,628</u>	<u>294,623</u>
Capital and reserves				
Called up share capital	6		10,000	10,000
Revaluation reserve			102,728	104,828
Revenue reserves			231,900	179,795
			<u>344,628</u>	<u>294,623</u>

We have relied on the exemptions for individual accounts under Sections 246 to 247 of the Companies Act 1985 and have done so on the basis that the company is entitled to the benefit of these exemptions as a small company.

These accounts were approved by the directors on 12th March 1992 and signed on their behalf by:

Mrs. V.J. Fuller

P.E.M. Fuller

(Signature)
Directors
Patricia M. Fuller

WESTON BEAMOR LIMITEDNOTES TO THE ABBREVIATED ACCOUNTSFOR THE YEAR ENDED 31st DECEMBER 1991**1. Principal accounting policies**

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's accounts:

(a) Basis of accounting

The accounts have been prepared under the historical cost convention and in accordance with applicable Accounting Standards.

(b) Depreciation

Depreciation is calculated so as to write off the cost of tangible fixed assets over their estimated useful lives as follows:

Plant and equipment	- 15% reducing balance
Motor vehicles	- 25% reducing balance
Computer equipment	- 33 $\frac{1}{3}$ % straight line
Freehold property	- 2% straight line

No depreciation is provided on freehold land.

(c) Stocks

These are valued on a "first in, first out" basis at the lower of cost and net realisable value.

(d) Operating leases

The annual rentals for leased assets under operating leases are charged to the profit and loss account on a straight line basis over the term of the lease.

(e) Deferred taxation

Deferred taxation is provided using the liability method in respect of all timing differences to the extent that it is probable that liabilities will crystallise in the foreseeable future.

(f) Exchange gains and losses

The Nova Scotia loan is denominated in gold bullion. The value of the gold has been translated into sterling using the Gold Fix price at the year end. An exchange gain or loss is then recognised on the movement of the liability due to gold price fluctuation.

(f) Pension scheme

The company operates a defined contribution (money purchase) pension scheme. Amounts paid by the company are charged to the profit and loss account as they fall due.

WESTON BEAMOR LIMITEDNOTES TO THE ABBREVIATED ACCOUNTSFOR THE YEAR ENDED 31st DECEMBER 1991

(continued)

2. Profit on ordinary activities before taxation

Profit on ordinary activities before taxation is stated after charging/(crediting) the following:

	1991 £	1990 £
Auditors' remuneration	3,480	3,500
Exchange gain on gold denominated loan	23,622	-
	<u>23,622</u>	<u>-</u>

3. Tangible fixed assets

	Computer equipment £	Freehold property £	Plant and equipment £	Motor vehicles £	Total £
Cost or valuation					
At 1st January 1991	27,832	165,000	191,233	36,715	420,780
Additions	2,474	-	8,327	18,951	29,752
Disposals	-	-	-	(9,910)	(9,910)
At 31st December 1991	<u>30,306</u>	<u>165,000</u>	<u>199,560</u>	<u>45,756</u>	<u>440,622</u>
Depreciation					
At 1st January 1991	10,654	-	81,489	16,663	108,806
Charge for the year	9,265	2,900	17,120	6,992	36,277
Disposals	-	-	-	(6,774)	(6,774)
At 31st December 1991	<u>19,919</u>	<u>2,900</u>	<u>98,609</u>	<u>16,881</u>	<u>138,309</u>
Net book value					
At 31st December 1991	<u>10,387</u>	<u>162,100</u>	<u>100,951</u>	<u>28,875</u>	<u>302,313</u>
At 31st December 1990	<u>17,178</u>	<u>165,000</u>	<u>109,744</u>	<u>20,052</u>	<u>311,974</u>

WESTON BEAMOR LIMITEDNOTES TO THE ABBREVIATED ACCOUNTSFOR THE YEAR ENDED 31st DECEMBER 1991

(continued)

3. **Tangible fixed assets (continued)**

The freehold property was professionally revalued during March 1990. If the accounts had been prepared without including the revaluation of the freehold property, the historical cost equivalent amounts would have been:

	1991 £	1990 £
Historical cost of revalued assets	61,717	61,717
Aggregate depreciation based on historical cost	(4,065)	(3,265)
Historical net book value	<u>57,652</u>	<u>58,452</u>

The potential tax liability arising if the assets were to be sold at their revalued amounts is estimated at £81,250 (1990: £84,830), but has not been provided since there is no intention to dispose of the assets in the foreseeable future.

4. **Creditors: Amounts falling due within one year**

At 31st December 1991, creditors includes an amount of £11,985 which is secured by a debenture dated 1st September 1988, incorporating a charge over the company's assets.

Creditors also includes a gold denominated loan translated to a sterling value of £247,440. The loan is repayable on 28th February 1992 and is secured by a standing letter of credit in favour of the lender.

5. **Creditors: Amounts falling due after more than one year**

On 21st August 1990, the company was granted a loan of £50,000 by National Westminster Bank PLC from funds made available by the European Coal and Steel Community. The loan is repayable in half-yearly instalments commencing after four years with the final repayment due in August 1998. Interest will be payable at a fixed rate of 10% per annum:

	1991 £	1990 £
Instalments due after one year but within five years	25,000	12,500
Instalments due after five years	25,000	37,500
	<u>50,000</u>	<u>50,000</u>

6. **Called up share capital**

	1991 £	1990 £
Authorised, allotted, called up and fully paid: 10,000 ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

WESTON BEAMOR LIMITEDNOTES TO THE ABBREVIATED ACCOUNTSFOR THE YEAR ENDED 31st DECEMBER 1991

(continued)

7. Reserves

	Revaluation reserve £	Profit and loss account £
At 1st January 1991	104,828	179,795
Retained profit for the year	-	50,005
Transfer to profit and loss	(2,100)	2,100
At 31st December 1991	<u>102,728</u>	<u>231,900</u>

8. Related party transactions

Mrs. V.J. Fuller and Mr. P.E.M. Fuller are directors of V.J. Beale Limited. Transactions with this company during the year were:

	1991 £	1990 £
Material sales	974,582	850,341
Management charge from Weston Beamor	<u>(52,000)</u>	<u>(36,000)</u>

9. Directors' current accounts

The movement on the directors' current accounts during the year were as follows:

	At end of year £	At beginning of year £	Maximum amount overdrawn during the year £
V.J. Fuller	7,500	7,550	(12,015)
P.E.M. Fuller	7,500	7,550	(12,015)