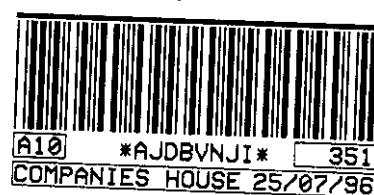


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A HEMINGWAY & SONS LIMITED

ANNUAL REPORT AND ACCOUNTS

OCTOBER 31st 1995



A HEMINGWAY & SONS LIMITED

INDEX TO THE REPORT AND ANNUAL ACCOUNTS  
OCTOBER 31st 1995

	PAGE
COMPANY INFORMATION	1
REPORT OF THE DIRECTORS	2
REPORT OF THE AUDITORS	3
PROFIT AND LOSS ACCOUNT	4
BALANCE SHEET	5
STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES	6
NOTES TO THE ACCOUNTS	7 - 9
SCHEDULE OF TANGIBLE FIXED ASSETS	10

A HEMINGWAY & SONS LIMITED

COMPANY INFORMATION

DIRECTORS	GORDON HEMINGWAY VINCENT HEMINGWAY
SECRETARY	MARJORIE HEMINGWAY
REGISTERED OFFICE	419 WHITLEY LANE GRENOSIDE SHEFFIELD S30 3RP
REGISTERED NUMBER	637427
AUDITORS	TIPTAFT SMITH & CO CHARTERED ACCOUNTANTS MONTAGU CHAMBERS HIGH STREET MEXBOROUGH SOUTH YORKSHIRE S64 9AU
SOLICITORS	DIBB AND CLEGG with ASHWIN WHITE AND CO 31 REGENT STREET BARNSELY
BANKERS	MIDLAND BANK plc STATION ROAD CHAPLETOWN SHEFFIELD

## A HEMINGWAY &amp; SONS LIMITED

## REPORT OF THE DIRECTORS

The directors present their report with the accounts of the company for the year ended October 31st 1995.

## PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of motor engineers and dismantlers. The company also had interests in farming.

## DIRECTORS

The directors of the company in office during the year, and their beneficial interests in the issued share capital was as follows:

NAME	NOMINAL CAPITAL	OCTOBER 31st 1994	OCTOBER 31st 1995
Gordon Hemingway	Ordinary £1	1360	1360
Vincent Hemingway	Ordinary £1	1600	1600

## STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of the company and of the profit or loss of the company for that period. In preparing those accounts, the directors are required to:

- Select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.
- follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts.

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 accounts comply with the Companies Act 1985. They 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

The auditors, Tiptaft Smith & Co., are deemed to be re-appointed in accordance with Section 386 of the Companies Act 1985.

In preparing this report, the directors have taken advantage of special exemptions applicable to small companies confirmed by Part II of Section 8 to the Companies Act 1985.

Signed on behalf of the board of Directors

..... *G. Hemingway* .....  
G Hemingway - Director

Approved by the Board on ..... *July 23rd* ..... 1996

## A HEMINGWAY &amp; SONS LIMITED

REPORT OF THE AUDITORS TO THE SHAREHOLDERS OF  
A HEMINGWAY & SONS LIMITED

We have audited the accounts on pages four to ten which have been prepared in accordance with the accounting policies set out on page five.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

As described on page two, the company's directors are responsible for the preparation of accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts 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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, 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 accounts 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 accounts.

**OPINION**

In our opinion the accounts give a true and fair view of the state of the company's affairs as at October 31st 1995 and of its profit for the year and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

Tiptaft Smith & Co  
Chartered Accountants  
Registered Auditors  
Montagu Chambers  
High Street  
Mexborough  
South Yorkshire  
S64 9AU

*To the Shareholders*

*July 24. 1996*

## A HEMINGWAY &amp; SONS LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED OCTOBER 31st 1995

1994

£		Notes	£
662826	TURNOVER - Continuing operations	2	659746
(490176)	Cost of Sales		(489049)
172650	GROSS PROFIT		170697
( 130)	Distribution costs		( 912)
( 467)	Selling and marketing expenses		( 426)
( 93054)	Administrative expenses		(104422)
78999	OPERATING PROFIT - continuing operations	3	64937
3367	Other Income	4	4317
( 5965)	Interest payable	5	( 6998)
76401	PROFIT on ordinary activities before taxation		62256
( 20931)	TAXATION	6	( 14056)
55470	PROFIT for the financial year after taxation		48200
( 1500)	DIVIDEND proposed	7	( 1500)
53970	RETAINED PROFIT for the financial year		46700
182484	RETAINED PROFIT at November 1st 1994		236454
236454	RETAINED PROFIT at October 31st 1995		283154
=====			=====

## CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during these two financial years.

## TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profit for these years.

## A HEMINGWAY &amp; SONS LIMITED

## BALANCE SHEET AT OCTOBER 31st 1995

1994

£		Notes	£	£
	<b>FIXED ASSETS</b>			
<u>332240</u>	Tangible assets	8		340428
	<b>CURRENT ASSETS</b>			
119588	Stocks	9	148000	
94198	Debtors	10	86498	
<u>44974</u>	Bank balances		<u>39644</u>	
258760			274142	
	<b>CREDITORS</b>			
(152678)	Amounts falling due within one year	11	(129548)	
<u>106082</u>	<b>NET CURRENT ASSETS</b>			<u>144594</u>
<u>438322</u>	<b>NET ASSETS</b>			<u>485022</u>
=====				=====
	<b>CAPITAL AND RESERVES</b>			
6000	Called up share capital	12	6000	
195868	Revaluation Reserve	13	195868	
<u>236454</u>	Profit and Loss account		<u>283154</u>	
<u>438322</u>	<b>SHAREHOLDERS' FUNDS</b>	14	<u>485022</u>	
=====			=====	

The directors have taken advantage of special exemptions conferred by Part I of Schedule 8 to the Companies Act 1985 applicable to small companies in the preparation of the accounts, and have done so on the grounds that, in their opinion, the company qualifies as a small company.

Signed on behalf of the board of directors

.....*G Hemingway*.....  
G Hemingway - Director

Approved by the board on .....*July 28th*.....1996

## A HEMINGWAY &amp; SONS LIMITED

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES  
FOR THE YEAR ENDED OCTOBER 31st 19951994  
£

£

55470	PROFIT for the financial year after taxation	48200
-------	---	-------

195868	Unrealised surplus on revaluation of property	-
--------	--	---

251338	TOTAL RECOGNISED GAINS	48200
=====	relating to the year	=====



## A HEMINGWAY &amp; SONS LIMITED

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED OCTOBER 31st 1995

## 1. ACCOUNTING POLICIES

**Basis of Accounting**

The accounts have been prepared under the historical cost convention, as modified by the revaluation of certain tangible fixed assets.

**Value Added Tax**

The accounts show figures exclusive of VAT.

**Depreciation**

Depreciation is provided on motors at 25% and on plant and equipment at 10% on the written down value at the beginning of the year.

No depreciation is provided on Freehold buildings or land.

**Stocks**

Stocks are stated at the lower of cost and net realisable value, such valuation being carried out by the directors.

## 2. TURNOVER

The turnover and profit before taxation is attributable to the principal activity of the company, and its farming activities, all earned in the United Kingdom.

## 3. OPERATING PROFIT

The operating profit is stated after charging:

	1995 £	1994 £
Depreciation of Tangible Fixed Assets	6409	7690
Staff costs	132318	123286
Auditors remuneration	2800	2700
	=====	=====
Directors emoluments for services as directors	10000	10600
for other emoluments	11970	11030
	21970	21630
	=====	=====

## 4. OTHER INCOME

Wayleave	61	53
Bank Interest (Gross)	1643	661
Rents	2613	2653
	4317	3367
	=====	=====

## 5. INTEREST PAYABLE

Bank overdraft	6492	5459
Loan interest (Hire purchase)	506	506
	6998	5965
	=====	=====

## A HEMINGWAY &amp; SONS LIMITED

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED OCTOBER 31st 1995

<b>6. TAXATION</b>	<b>1995</b>	<b>1994</b>
	£	£
Corporation tax provision for the year	16051	20000
Advance corporation tax	375	810
Over provision for previous years	( 2377)	-
Interest on late payment	-	116
Yorkshire Electricity - wayleave	7	5
	<u>14056</u>	<u>20931</u>
	=====	=====
<b>7. DIVIDEND</b>		
Proposed dividend on ordinary shares	1500	1500
	=====	=====
<b>8. TANGIBLE FIXED ASSETS</b>		
The schedule of Tangible Fixed Assets is shown on page 10.	340428	332240
	=====	=====
<b>9. STOCKS</b>		
Stocks	111000	88038
Farm stocks	37000	31550
	<u>148000</u>	<u>119588</u>
	=====	=====
<b>10. DEBTORS</b>		
Trade debtors	73515	92373
less reserved as doubtful	984	-
	<u>72531</u>	<u>92373</u>
Value added Tax	12573	-
Payment in advance - insurance	1394	1825
	<u>86498</u>	<u>94198</u>
	=====	=====
<b>11. CREDITORS</b>		
Amounts falling due within one year		
Trade creditors	2304	-
General expenses	6278	5527
PAYE and NIC	3369	3067
VAT	12671	11531
Corporation Tax	16051	20000
Dividend for 1995	1500	1500
Bank overdraft	48804	59642
Hire purchase	2444	5378
	<u>93421</u>	<u>106645</u>
Directors' loan accounts	36127	46033
	<u>129548</u>	<u>152678</u>
	=====	=====

## A HEMINGWAY &amp; SONS LIMITED

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED OCTOBER 31st 1995

	1995 £	1994 £
<b>12. CALLED UP SHARE CAPITAL</b>		
Authorised 10,000 shares of £1 each	10000 =====	10000 =====
Allotted called up and fully paid 6,000 shares of £1 each	6000 =====	6000 =====
<b>13. REVALUATION RESERVE</b>		
At November 1st 1994	195868	-
Surplus on Revaluation of property		195868
At October 31st 1995	195868 =====	195868 =====
<b>14. SHAREHOLDERS' FUNDS</b>		
Reconciliation of movements on Shareholders' Funds		
Profit for the year after taxation	48200	55470
Dividends	( 1500 )	( 1500 )
	46700	53970
Other recognised gains relating to the year	-	195868
	46700	249838
Opening shareholders' funds at November 1st 1994	438322	188484
Closing shareholders' funds at October 31st 1995	485022 =====	438322 =====

## A HEMINGWAY &amp; SONS LIMITED

SCHEDULE OF TANGIBLE FIXED ASSETS  
AT OCTOBER 31st 1995

	Property, Land and Building, Workshop & Barn £	Plant Machinery £	Motor Vehicles £	TOTAL £
<b>COST</b>				
At November 1st 1994	300000	28800	35756	364556
Added		9597	5000	14597
At October 31st 1995	300000	38397	40756	379153
=====				
<b>DEPRECIATION</b>				
At November 1st 1994		15103	17213	32316
Charged in the year		1773	4636	6409
At October 31st 1995		16876	21849	38725
=====				
<b>NET BOOK VALUE</b>				
At October 31st 1995	300000	21521	18907	340428
=====				
<b>NOTE</b>				
At November 1st 1994	300000	13697	18543	332240
=====				