

757321

A & J MUCKLOW (ESTATES) LIMITED

ANNUAL REPORT AND ACCOUNTS

FOR THE YEAR ENDED 30TH JUNE 1997



A & J MUCKLOW (ESTATES) LIMITED

DIRECTORS Albert J. Mucklow A.C.I.S.
 Rupert J. Mucklow BSc
 Allan J. Mucklow
 D. Bromley A.C.I.S.
 P.M. Petherbridge

SECRETARY D. Bromley A.C.I.S.

REGISTERED OFFICE Haden Cross,
 Halesowen Road,
 Cradley Heath,
 West Midlands,
 B64 7JB.

REGISTERED NUMBER 00757321 England and Wales

AUDITORS Deloitte & Touche,
 Colmore Gate,
 2 Colmore Row,
 Birmingham,
 B3 2BN.

ANNUAL REPORT AND ACCOUNTS - 30TH JUNE 1997

Pages	3 - 4	Report of the Directors
	5	Directors Shareholdings
	6	Report of the Auditors
	7	Profit and Loss Account
	8	Balance Sheet
	9 - 13	Notes to the accounts

A & J MUCKLOW (ESTATES) LIMITED

REPORT OF THE DIRECTORS

The Directors submit their Annual Report and the Audited Accounts of the company for the year ended 30th June 1997.

ULTIMATE PARENT COMPANY

The Company is a wholly owned subsidiary undertaking of A & J Mucklow Group plc number 00717658 in England and Wales and that company is the ultimate parent company.

Since consolidated accounts are presented for A & J Mucklow Group plc the accounts of the subsidiary undertaking Belfont Homes (Birmingham) Limited are not consolidated with the accounts now presented.

PRINCIPAL ACTIVITY

The principal activity of the company has been that of builders and developers.

REVIEW OF BUSINESS

No property sales were made during the year. The directors are continuing to look for suitable property development opportunities.

The financial position at 30th June 1997 was satisfactory.

RESULTS AND DIVIDENDS

There were no profits for the year and consequently no dividends were paid.

DIRECTORS

The Directors who served throughout the year were Messrs Albert J. Mucklow, Allan J. Mucklow, Rupert J. Mucklow, D. Bromley and P. M. Petherbridge.

The interests of the Directors in the Share Capital and Debenture Stocks of the parent company are set out on Page 5.

A & J MUCKLOW (ESTATES) LIMITED

REPORT OF THE DIRECTORS (CONTINUED)

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 affairs of the company and of the profit or loss of the company for that period. In preparing those accounts, the directors are required to:

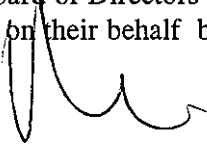
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards subject to any material departures disclosed and explained in the accounts;
- prepare the accounts on the going concern basis 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 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

Deloitte & Touche will be proposed for re-election in accordance with Section 385 of the Companies Act 1985.

Approved by the Board of Directors on 14th October 1997
and signed on their behalf by:


Derick Bromley
Company Secretary

A & J MUCKLOW (ESTATES) LIMITED

DIRECTORS' SHAREHOLDINGS

Particulars of the directors' shareholdings, as defined by Section 324 of the Companies Act 1985, in the share capital of the parent company, are as follows:

	Ordinary Shares	
	At 30.6.97	At 30.6.96
Albert J. Mucklow	2,072,524 (a)	2,295,473 (a)
R.J.Mucklow	913,332	869,207
Allan J. Mucklow	3,971,783	3,924,059
D. Bromley	Nil	Nil
P.M. Petherbridge	2,612,164 (b)	13,766

The holdings marked (a) and (b) included non-beneficial interests in 1,000,000 and 2,598,398 Ordinary shares respectively.

None of the above directors had any beneficial interest in the preference shares or the debentures of the holding company or in the shares of A & J Mucklow (Estates) Limited at either 30th June 1996 or 30th June 1997.

A & J MUCKLOW (ESTATES) LIMITED

REPORT OF THE AUDITORS TO THE SHAREHOLDERS OF

A & J MUCKLOW (ESTATES) LIMITED

We have audited the accounts on pages 7 to 13 which have been prepared under the accounting policies set out on page 9.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described in page 4, 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 accounts. It also includes an assessment of the significant estimates and judgements 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 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 financial statements.

OPINION

In our opinion the financial statements give a true and fair view of the state of affairs of the company as at 30th June 1997 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Deloitte & Touche

Deloitte & Touche

Chartered Accountants and Registered Auditors

Birmingham

22 April 1998

A & J MUCKLOW (ESTATES) LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30TH JUNE 1997

	NOTE	1997 £	1996 £
Turnover	2	-	133,050
Cost of sales		<u>-</u>	<u>(195,099)</u>
Gross loss		-	(62,049)
Administrative expenses		<u>-</u>	<u>(42)</u>
Operating loss	3	-	(62,091)
Dividends receivable		<u>-</u>	<u>753</u>
Loss on ordinary activities before taxation		-	(61,338)
Taxation	4	<u>-</u>	<u>20,295</u>
Retained loss for the financial year	11	<u><u>-</u></u>	<u><u>(41,043)</u></u>

All activities derive from continuing operations

There are no recognised gains and losses other than the loss for the previous financial year. Accordingly no statement of total recognised gains and losses is given.

The notes on pages 9 - 13 form an integral part of these accounts.

A & J MUCKLOW (ESTATES) LIMITED

BALANCE SHEET AS AT 30TH JUNE 1997

	Note	1997 £	1996 £
Fixed assets			
Investments	5	<u>446,438</u>	<u>446,438</u>
Current assets			
Stocks	6	73,267	73,267
Creditors: amounts falling due within one year	7	<u>(418,629)</u>	<u>(411,976)</u>
Net current liabilities		(345,362)	(338,709)
Total assets less current liabilities		101,076	107,729
Provisions for liabilities and charges	8	-	(6,653)
		<u>101,076</u>	<u>101,076</u>
Capital and reserves			
Called up share capital	9	100	100
Profit and loss account	10	100,976	100,976
Equity shareholders' funds	11	<u>101,076</u>	<u>101,076</u>

pproved by the board on 14th October 1997

Albert J. Mucklow

)

)

)

Directors

)

Rupert J. Mucklow

)

The notes on pages 9 - 13 form an integral part of these accounts

A & J MUCKLOW (ESTATES) LIMITED

NOTES TO THE ACCOUNTS

30TH JUNE 1997

1) Accounting policies

(a) Basis

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

The accounts are prepared in compliance with Section 230 and Schedule 4 of the Companies Act 1985.

(b) Trading Profit

In the building division credit is taken for profit;

On house sales, when the final balance of the purchase price has been received.

(c) Stock

Land

Land for and in course of development is stated at the lower of cost and estimated net realisable value.

(d) Turnover

Turnover represents net invoiced sales of houses.

(e) Investments

Investments held as fixed assets are stated at cost less any provision for a permanent diminution in value.

(f) Consolidated Accounts

Group accounts are not presented. The accounts of this company and its subsidiary undertaking are included in the consolidated accounts of A & J Mucklow Group plc.

A & J MUCKLOW (ESTATES) LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

30TH JUNE 1997

2) Turnover

Turnover as below was wholly within the United Kingdom

	1997	1996
	£	£
Sales of houses and ground rents	<u>-</u>	<u>133,050</u>

3) Operating loss

Information regarding directors and employees

	No.	No.
(i) Directors receiving no emoluments from the company	<u>5</u>	<u>5</u>

(ii) Staff numbers and costs

The number of directors employed part-time by the company during the year was as follows:

Management	3	3
Administration	<u>2</u>	<u>2</u>
Total employees	<u>5</u>	<u>5</u>

4) Taxation

	1997	1996
	£	£
Based on profit for the year:		
UK Corporation tax at 32.5% (1996 - 33%)	-	-
Tax credit on U.K. dividends received	-	195
Group relief surrendered	<u>-</u>	<u>(20,490)</u>
	<u>-</u>	<u>(20,295)</u>

A & J MUCKLOW (ESTATES) LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

30TH JUNE 1997

5) Investment in Subsidiary

The investment is in Belfont Homes (Birmingham) Ltd which is a non-trading company registered in England and Wales.

6) Stocks

	1997	1996
	£	£
Land	<u>73,267</u>	<u>73,267</u>

7) Creditors: Amounts falling due within one year

	1997	1996
	£	£
Trade creditors	35	35
Amounts owed to group undertakings	386,178	400,064
Corporation tax	<u>32,416</u>	<u>11,877</u>
	<u>418,629</u>	<u>411,976</u>

8) Provision for liabilities and charges

Provisions for construction of roads and sewers
and for work to complete and maintain houses

	1997
	£
Balance at 1st July 1996	6,653
Net movement during the year	<u>(6,653)</u>
Balance at 30th June 1997	<u>-</u>

A & J MUCKOW (ESTATES) LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

30TH JUNE 1997

9) Called up share capital

	1997	1996
	£	£
<u>Authorised</u>		
100 Ordinary Shares of £1 each	<u>100</u>	<u>100</u>
<u>Allotted, called up and fully paid</u>		
100 Ordinary Shares of £1 each	<u>100</u>	<u>100</u>

10) Reserves

Profit and
Loss Account
£

As at 1st July 1996 and 30th June 1997

100,976

11) Reconciliation of movement in shareholders' funds

	1997	1996
	£	£
Retained loss for the financial year	-	(41,043)
Shareholders' funds at 1st July 1996	101,076	142,119
Shareholders' funds at 30th June 1997	<u>101,076</u>	<u>101,076</u>

A & J MUCKLOW (ESTATES) LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

30TH JUNE 1997

12) Contingent liabilities

The company is a wholly owned subsidiary undertaking of A & J Mucklow Group plc and all bank overdrafts of the parent company and its subsidiaries are secured by interlocking cross guarantees. There were no outstanding liabilities under these guarantees at the year end.

13) Ultimate parent company and related party disclosures

The ultimate Parent Company is A & J Mucklow Group plc, a company registered in England and Wales. Copies of the group financial statements of A & J Mucklow Group plc are available from the Registrar of Companies, Companies House, Crown Way, Maindy, Cardiff, CF4 3UZ.

As the company is a wholly owned subsidiary it has taken advantage of the exemption under FRS8 "Related Party Disclosures" not to disclose transactions with other companies in the group.