

1231337

PARMAIN BUILDERS LIMITED
DIRECTOR'S REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 1998



PARMAIN BUILDERS LIMITED

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PARMAIN BUILDERS LIMITED

REPORT OF THE DIRECTOR

FOR THE YEAR ENDED 30TH JUNE 1998

The director presents his report and the financial statements for the year ended 30th June 1998.

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

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

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

PRINCIPAL ACTIVITY

The company's principal activity continues to be that of Building Contractors.

DIRECTOR


The director who served during the year and his beneficial interest in the company's issued ordinary share capital was:

	<u>Number of Shares</u>	
	<u>30th June 1998</u>	<u>1st July 1997</u>
G. McDonough	-	-

AUDITOR

The auditor of the company, Melville Morris, will be proposed for reappointment in accordance with section 385 of the Companies Act 1985.

This report, which has been prepared taking advantage of special exemptions applicable to small companies, was signed on 18th December 1998.


G. McDonough
Director

Registered Number: 1231337

AUDITOR'S REPORT
TO THE SHAREHOLDER OF
PARMAIN BUILDERS LIMITED

I have audited the financial statements on pages 3 to 7 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

Respective Responsibilities of Director and Auditor

As described on page 1 the company's director is responsible for the preparation of financial statements. It is my responsibility to form an independent opinion, based on my audit, on those statements and to report my opinion to you.

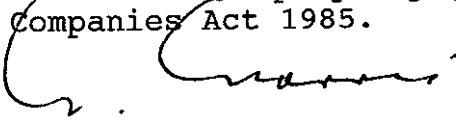
Basis of Opinion

I conducted my 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 director 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.

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide me 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 my opinion I also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In my opinion the financial statements give a true and fair view of the state of the company's affairs as at 30th June 1998 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.


Melville Morris
Registered Auditor
Chartered Accountant
Liverpool

18th December 1998

PARMAIN BUILDERS LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30TH JUNE 1998

	<u>Notes</u>	<u>1998</u> <u>£</u>	<u>1997</u> <u>£</u>
TURNOVER	1	1,074,066	1,595,222
COST OF SALES		(774,073)	(1,117,284)
<u>GROSS PROFIT</u>		299,993	477,938
Administrative Expenses		(61,795)	(99,579)
<u>OPERATING PROFIT</u>	2	238,198	378,359
Rent Receivable		3,883	5,700
Bank Interest Received		31,177	3,876
<u>PROFIT ON ORDINARY ACTIVITIES</u> <u>BEFORE TAXATION</u>		273,258	387,935
<u>TAXATION ON PROFIT ON ORDINARY</u> <u>ACTIVITIES</u>	3	(26,998)	(119,872)
<u>PROFIT ON ORDINARY ACTIVITIES</u> <u>AFTER TAXATION</u>		246,260	268,063
RETAINED PROFITS BROUGHT FORWARD		1,370,662	1,102,599
<u>RETAINED PROFITS CARRIED FORWARD</u>		1,616,922	1,370,662

There were no recognised gains and losses for 1998 or 1997 other than those included in the Profit and Loss Account.

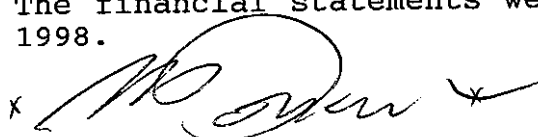
The notes on pages 5 to 7 form part of these financial statements.

PARMAIN BUILDERS LIMITED
BALANCE SHEET AS AT 30TH JUNE 1998

	Note	£	1998 £	1997 £	£
FIXED ASSETS			6,225		-
CURRENT ASSETS					
Loan to Parent Company		826,911		556,563	
Loans		300,744		267,000	
Debtors	7	14,165		26,408	
Land and Work in Progress	1	698,343		871,424	
		1,840,163		1,721,395	
CREDITORS: Amounts falling due within one year	8	(133,124)	1,707,039	(339,891)	1,381,504
NET CURRENT ASSETS			1,713,264		1,381,504
CREDITORS: Amounts falling due after more than one year	9,10		(96,242)		(10,742)
NET ASSETS			1,617,022		1,370,762
CAPITAL AND RESERVES					
Called Up Share Capital	6		100		100
Profit and Loss Account			1,616,922		1,370,662
SHAREHOLDER'S FUNDS			1,617,022		1,370,762

The Accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the director on 18th December 1998.


G. McDonough
Director

The notes on pages 5 to 7 form part of these financial statements.

PARMAIN BUILDERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH JUNE 1998

1. ACCOUNTING POLICIES

1.1 Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and include the results of the company's operations which are described in the Director's Report and all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No.1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Turnover

Turnover comprises the value of sales by the company, net of Value Added Tax and trade discounts.

1.3 Work In Progress

Work in progress is valued at the lower of cost and net realisable value.

2. OPERATING PROFIT

The operating profit is stated after charging:

	<u>1998</u>	<u>1997</u>
	£	£
Auditor's Remuneration	2,200	2,000
Director's Remuneration	45,000	45,000
Depreciation of Tangible Fixed Assets		
- Owned by the Company	2,075	-

3. TAXATION

	<u>1998</u>	<u>1997</u>
	£	£
<u>U.K. Current Year Taxation</u>		
U.K. Corporation Tax at 31%		
(1997 - 31%)	29,158	119,872
<u>Prior Years</u>		
U. K. Corporation Tax	(2,160)	-
	<hr/>	<hr/>
	26,998	119,872
	<hr/>	<hr/>

PARMAIN BUILDERS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 1998

4. **DEFERRED TAXATION**

No provision for deferred taxation is considered necessary in these financial statements.

5. **FIXED ASSETS**

	<u>Motor Vehicle</u>
<u>Cost</u>	
Acquired in Year	8,300
	<u> </u>
<u>Depreciation</u>	
Charge for Year	2,075
	<u> </u>
<u>Net Book Value</u>	
As at 30th June 1998	6,225
	<u> </u>

6. **CALLED UP SHARE CAPITAL**

	<u>1998</u>	<u>1997</u>
	<u>£</u>	<u>£</u>
<u>Authorised</u>		
Ordinary shares of £1 each	100	100
	<u> </u>	<u> </u>
<u>Allotted, Called up and Fully Paid</u>		
Ordinary shares of £1 each	100	100
	<u> </u>	<u> </u>

7. **DEBTORS: Due within one year**

	<u>1998</u>	<u>1997</u>
	<u>£</u>	<u>£</u>
Trade Debtors	14,165	26,408
	<u> </u>	<u> </u>

PARMAIN BUILDERS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 1998

8. **CREDITORS:** Amounts falling due within one year

	<u>1998</u> £	<u>1997</u> £
Trade Creditors	70,560	205,785
Corporation Tax	29,158	119,872
Bank Overdraft	33,406	14,234
	<hr/>	<hr/>
	133,124	339,891
	<hr/>	<hr/>

9. **CREDITORS:** Amounts falling due after more than one year

	<u>1998</u> £	<u>1997</u> £
Loan from Holding Company	96,242	10,742
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10. **HOLDING COMPANY**

The company is a wholly owned subsidiary of Huyton Asphalt Limited, a company incorporated in England.