

Company Number: 1240380

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MORRIS & CO (HANDLERS) LIMITED

DETAILED ANNUAL REPORT

OFFICIAL COPY

PERIOD ENDED 30 SEPTEMBER 2000



PKF

MORRIS & CO (HANDLERS) LIMITED

COMPANY INFORMATION

| | |
|--------------------------|---|
| Directors | A D Morris A E Morris |
| Secretary | A E Morris |
| Company Number | 1240380 |
| Registered Office | Bankwood Lane New Rossington Doncaster South Yorkshire DN11 OPS |
| Accountants | PKF Doncaster |
| Solicitors | Frank Allen Pennington Doncaster |
| Bankers | Yorkshire Bank Plc Doncaster |

MORRIS & CO (HANDLERS) LIMITED

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MORRIS & CO (HANDLERS) LIMITED
DIRECTORS' REPORT
PERIOD ENDED 30 SEPTEMBER 2000

The directors submit their report and the financial statements for the period ended 30 September 2000.

Principal activity

The company's principal activity during the year was the sale of salvaged and reclaimed materials.

Directors

The directors who served during the period and their interest in the company's issued share capital at the balance sheet date and at the start of the period were:

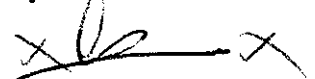
| | Ordinary £1 shares | |
|------------|--------------------|------|
| | 2000 | 1999 |
| A D Morris | 250 | 250 |
| A E Morris | 250 | 250 |

No rights to subscribe for shares in, or debentures of, the company were granted to or exercised by the directors (or their spouses or infant children).

Basis of preparation

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By order of the board



A E Morris
Secretary

23 January 2001

**ACCOUNTANTS' REPORT TO THE DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
MORRIS & CO (HANDLERS) LIMITED**

As described on the balance sheet you are responsible for the preparation of the accounts for the period ended 30 September 2000, set out on pages 3 to 10, and you consider that the company is exempt from an audit under section 249A(1) of the Companies Act 1985. In accordance with your instructions we have prepared these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

A handwritten signature in dark ink, consisting of a large, stylized 'P' followed by 'KF'.

PKF

Doncaster
24 January 2001

MORRIS & CO (HANDLERS) LIMITED
PROFIT AND LOSS ACCOUNT
PERIOD ENDED 30 SEPTEMBER 2000

| | Notes | 2000 £ | 1999 £ |
|---|----------|----------------------|------------------------|
| TURNOVER | 2 | 640,441 | 289,309 |
| Cost of sales | | <u>561,928</u> | <u>289,468</u> |
| GROSS PROFIT/(LOSS) | | 78,513 | (159) |
| Administrative expenses | | 66,989 | 27,761 |
| Other operating income | | <u>(12,506)</u> | <u>(1,351)</u> |
| OPERATING PROFIT/(LOSS) | 3 | 24,030 | (26,569) |
| Interest receivable and similar items | | 634 | - |
| Interest payable and similar items | 4 | <u>(13,734)</u> | <u>(10,085)</u> |
| PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION | | 10,930 | (36,654) |
| TAXATION | | <u>(1,000)</u> | <u>-</u> |
| PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION | | <u>11,930</u> | <u>(36,654)</u> |

All amounts relate to continuing operations.

The current profit and loss figures are for the period from 6 April 1999 to 30 September 2000. The comparative figures are for the year ended 5 April 1999.

There were no recognised gains or losses for the period other than those included in the profit and loss account.

MORRIS & CO (HANDLERS) LIMITED

BALANCE SHEET

30 SEPTEMBER 2000

| | Notes | £ | 2000 | £ | 5 April | £ |
|--|-------|-----------|-----------------|---|-----------------|---------|
| | | | | | 1999 | |
| FIXED ASSETS | | | | | | |
| Tangible | 5 | | 225,287 | | | 198,055 |
| CURRENT ASSETS | | | | | | |
| Stocks | | 45,000 | | | 27,000 | |
| Debtors | 6 | 135,226 | | | 143,068 | |
| Cash at bank and in hand | | 6,794 | | | 2,536 | |
| | | | <u>187,020</u> | | <u>172,604</u> | |
| CREDITORS: amounts falling due within one year | 7 | (140,857) | | | (77,240) | |
| NET CURRENT ASSETS | | | <u>46,163</u> | | <u>95,364</u> | |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | <u>271,450</u> | | <u>293,419</u> | |
| CREDITORS: amounts falling due after more than one year | 8 | | <u>(12,289)</u> | | <u>(46,188)</u> | |
| NET ASSETS | | | <u>259,161</u> | | <u>247,231</u> | |
| CAPITAL AND RESERVES | | | | | | |
| Called up share capital | 10 | | 500 | | 500 | |
| Revaluation reserve | | | 5,000 | | 5,000 | |
| Profit and loss account | 11 | | <u>253,661</u> | | <u>241,731</u> | |
| SHAREHOLDERS' FUNDS | 12 | | <u>259,161</u> | | <u>247,231</u> | |

The company is entitled to the exemption from audit conferred by section 249A(1) of the Companies Act 1985 (the Act) and no notice requiring an audit has been deposited under section 249B(2) of the Act.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226 of the Act and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Act relating to small companies.

The financial statements were approved by the board on 23 January 2001

Signed on behalf of the board of directors

A handwritten signature in black ink, appearing to be 'A E Morris', written over a horizontal line.

A E Morris

A handwritten signature in black ink, consisting of a stylized 'X' or 'Z' shape.

Director

MORRIS & CO (HANDLERS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD ENDED 30 SEPTEMBER 2000

1 ACCOUNTING POLICIES

(a) Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention as modified by the revaluation of land and buildings, and in accordance with applicable accounting standards.

(b) Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

(c) Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land and investment properties are depreciated over their estimated useful lives on the following bases:

| | |
|---|--------------------|
| Plant and machinery | 15 % straight line |
| Fixtures and fittings tools and equipment | 25 % straight line |
| Motor vehicles | 25 % straight line |

(d) Investment properties

The investment properties have been valued in accordance with the directors prudent estimate of open market value on 30 September 2000. No depreciation is provided on freehold investment property. The directors consider that this accounting policy results in the accounts giving a true and fair view of the financial position of the company.

(e) Finance leases and hire purchase

Assets acquired under finance leases or hire purchase contracts are treated as tangible fixed assets and depreciation is provided accordingly. The present value of future rentals is shown as a liability and the interest element of rental obligations is charged to the profit and loss account over the period of the lease in proportion to the capital balance outstanding.

Operating lease rentals are charged to the profit and loss account on a straight line basis over the lease term.

(f) Stocks

Stocks are stated at the lower of cost and net realisable value. Cost is determined on a first in first out basis. Net realisable value is based on estimated selling price allowing for all further costs of completion and disposal.

(g) Cash flow statement

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

2 TURNOVER

All turnover arose within the United Kingdom.

MORRIS & CO (HANDLERS) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
PERIOD ENDED 30 SEPTEMBER 2000

3 OPERATING PROFIT/(LOSS)

The operating profit/(loss) is stated after charging/(crediting):

| | 2000 | 1999 |
|---|-------------------|-------------------|
| | £ | £ |
| Depreciation and amortisation of assets | | |
| - owned by the company | 17,229 | 13,694 |
| - held under finance lease or hire purchase contracts | 16,521 | 5,508 |
| (Profit)/loss on disposal of fixed assets | 3,800 | - |
| Operating lease rentals: | | |
| - plant & machinery | 8,901 | 869 |
| | <u> </u> | <u> </u> |

No director received any emoluments (1999 - £NIL).

4 INTEREST PAYABLE AND SIMILAR ITEMS

Interest payable includes £5,131 (1999 -£2,078) in respect of hire purchase contracts.

MORRIS & CO (HANDLERS) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
PERIOD ENDED 30 SEPTEMBER 2000

5 TANGIBLE FIXED ASSETS

| | Land & buildings £ | Plant & machinery etc. £ | Fixtures, fittings, tools & equipment £ | Total £ |
|--------------------------|--------------------------|--------------------------------|---|------------|
| Cost or valuation | | | | |
| At 6 April 1999 | 49,600 | 208,114 | 1,394 | 259,108 |
| Additions | 55,797 | 18,985 | - | 74,782 |
| Disposals | - | (40,250) | - | (40,250) |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| At 30 September 2000 | 105,397 | 186,849 | 1,394 | 293,640 |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| Depreciation | | | | |
| At 6 April 1999 | - | 60,545 | 508 | 61,053 |
| Charge for year | - | 33,395 | 355 | 33,750 |
| On disposals | - | (26,450) | - | (26,450) |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| At 30 September 2000 | - | 67,490 | 863 | 68,353 |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| Net book amount | | | | |
| At 30 September 2000 | 105,397 | 119,359 | 531 | 225,287 |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| At 5 April 1999 | 49,600 | 147,569 | 886 | 198,055 |
| | <hr/> | <hr/> | <hr/> | <hr/> |

Freehold land includes investment properties which have been revalued by the directors as at 30 September 2000.

The net book amount of land and buildings includes £41,394 (1999 - £25,000) in respect of investment properties.

The net book amounts of Plant and machinery above include £67,327 (1999 - £83,838) in respect of assets held under finance leases or hire purchase contracts.

The historical cost of the freehold investment properties included at valuation is £36,394 (1999 - £20,000).

6 DEBTORS

| | 2000 £ | 1999 £ |
|-----------------|-----------|-----------|
| Trade debtors | 30,306 | 6,607 |
| Other debtors | 104,920 | 126,461 |
| ACT recoverable | - | 10,000 |
| | <hr/> | <hr/> |
| | 135,226 | 143,068 |
| | <hr/> | <hr/> |

MORRIS & CO (HANDLERS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD ENDED 30 SEPTEMBER 2000

7 CREDITORS:

Amounts falling due within one year

| | 2000 | 1999 |
|--|----------------|---------------|
| | £ | £ |
| Bank loans and overdrafts | 78,314 | 36,257 |
| Trade creditors | 21,770 | 2,980 |
| Corporation tax | 1,981 | - |
| Other tax and social security | 12,164 | 1,377 |
| Net obligations under finance lease and hire purchase contracts (note 9) | 22,259 | 23,280 |
| Other creditors | 4,369 | 13,346 |
| | <u>140,857</u> | <u>77,240</u> |

8 CREDITORS:

Amounts falling due after more than one year

| | 2000 | 1999 |
|--|---------------|---------------|
| | £ | £ |
| Net obligations under finance lease and hire purchase contracts (note 9) | <u>12,289</u> | <u>46,188</u> |

9 FINANCE LEASES

| | 2000 | 1999 |
|----------------------------|---------------|---------------|
| | £ | £ |
| Within one year | 22,259 | 23,280 |
| Between one and five years | 12,289 | 46,188 |
| | <u>34,548</u> | <u>69,468</u> |

Finance lease and hire purchase creditors are secured on the assets concerned.

10 SHARE CAPITAL

| | Authorised | Allotted, called up and fully paid | |
|---------------------------------------|--------------|------------------------------------|------------|
| | £ | No. | £ |
| At 6 April 1999 and 30 September 2000 | | | |
| Ordinary shares of £1 each | <u>1,000</u> | <u>500</u> | <u>500</u> |

MORRIS & CO (HANDLERS) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
PERIOD ENDED 30 SEPTEMBER 2000

11 RESERVES

| Profit and loss account | £ |
|--------------------------------|-------------|
| At 6 April 1999 | 241,731 |
| Profit for the period | 11,930 |
| | <hr/> |
| At 30 September 2000 | 253,661 |
| | <hr/> <hr/> |

12 SHAREHOLDERS' FUNDS

| | 2000 | 1999 |
|--|-------------|-------------|
| | £ | £ |
| Shareholders' funds at 6 April 1999 | 247,231 | 283,885 |
| Profit/(loss) for the period | 11,930 | (36,654) |
| | <hr/> | <hr/> |
| Shareholders' funds at 30 September 2000 | 259,161 | 247,231 |
| | <hr/> <hr/> | <hr/> <hr/> |

13 TRANSACTIONS WITH RELATED PARTIES

a) Included within debtors is a loan of **£100,060** (1999 - £120,188) to A E Morris Limited, a company in which A E Morris is a director and major shareholder.

Included in trade debtors is **£2,045** (1999 £Nil) owed by A E Morris Limited. Sales to A E Morris Limited in the period amounted to **£9,422** (1999 £Nil) of which **£3,000** is rent and **£6,422** is haulage charges.

Included in trade creditors is **£843** (1999 £Nil) owed to A E Morris Limited. Purchases from A E Morris Limited amounted to **£2,610** (1999 £Nil).

b) Creditors include interest free directors current accounts as follows.

A.D.Morris **£2,718** (1999 £2,718)

A.E.Morris **£Nil** (1999 £9,128)

c) During the year the company acquired fixed assets from the wife of A E Morris at their market value of **£10,000**.