1301344/27

Messrs H. & M.E. Fearon Ltd.,

Mealsgate,

Carlisle.

A C C O U N T S

for the year ended

31st March 1984

MOSSOP AND GILLCRIST

Accountants

CARLISLE

H. & M.E. Fearon Limited

Report of the Directors for the year ended 31st March, 1984.

Affairs

The state of the Company's affairs is considered satisfactory.

Dividends

The Directors do not recommend the payment of a dividend.

Activities

The principal activity of the Company continues to be that of road haulage contractors and warehousing.

Directors

The Directors who held office during the year, together with their shareholdings, were as follows:-

	£1 Ordinary Shares	
	1984	1983
H. Fearon, Esq.	25000	25000
Mrs. M.E. Fearon	25000	25000

Fixed Assets

The Directors are of the opinion that the market value of the property shown in the Balance Sheet is approximately £85000.

Status

The Company is a 'Close Company' under the provisions of the Income and Corporation Taxes Act 1970.

Auditors

The Auditors, Messrs. Mossop & Gillcrist, Accountants, Carlisle, offer themselves for re-election under Section 14 (1) of the Companies Act 1976.

BY ORDER OF THE BOARD

M.E. Fearon

Secretary

23 APR 1985

H. & M.E. Fearon Limited

Notes on and forming part of the Accounts for the year ended 31.3.84.

1. ACCOUNTING POLICIES

TURNOVER is the amount receivable by the Company during the year for goods sold and services rendered in the ordinary course of business.

DEPRECIATION of the following assets has been provided by the reducing balance method, calculated at annual rates estimated to write off each asset over the term of its useful life.

Equipment	25%
Furnishings & Fittings	25%
Motor Vehicles	25%

The accounts do not include charges for depreciation on freehold premises.

STOCK has been valued at the lower of cost or net receivable value in the normal course of business.

DEFERRED TAXATION has not been provided for, as in the opinion of the Directors such tax will not become payable.

2. DIRECTORS' REMUNERATION

	1984	1983
H. Fearon, Esq.	9121.71	9009.00
Mrs. M.E. Fearon	7629.05	7534.80
	£16750.76	£16543.80

3. TAXATION

The charge for taxation comprises:-	1984	1983
U.K. Corporation Tax based on Current Profits	Nil	Nil

4. FIXED ASSETS

	Freehold Premises	Equipment	Furnishings & Fittings	Motor Vehicles	Total
COST					
at 31.3.83.	74292	41842	1344	277423	394901
Additions					
Less Sales	—	3339	—	(29886)	(26547)
at 31.3.84.	74292	45181	1344	247537	368354
DEPRECIATION					
at 31.3.83.		22565	984	123825	147374
Charge for year					
Less Added Back	—	(1063)	90	19561	18588
at 31.3.84.		21502	1074	143386	165962
NET BOOK VALUE					
at 31.3.83.	74292	19277	360	153598	247527
at 31.3.84.	74292	23679	270	104151	202392

5. SHARE CAPITAL

	1984	1983
Authorised		
Ordinary Shares of £1 each	50000	50000
Issued and Fully Paid		
Ordinary Shares of £1 each	50000	50000

H. & M.L. Pearon Limited

Statement of Source and Application of Funds during the year ended 31.3.84.

	1984	1983
Source of Funds		
(Loss)/Profit before taxation	25024	(38195)
Adjustment for items not involving the movement of funds:-		
Depreciation etc.	39745	50816
Total Generated from Operations	64769	12621
Funds from Other Sources		
Sales less Purchases of Fixed Assets	5390	16382
	70159	29003
Application of Funds		
Directors' Loan	7700	5618
Increase in Working Capital	£62459	£ 23385
Movements in Working Capital		
(Decrease) in Stocks	(2500)	(6200)
(Decrease) in Debtors	(9265)	(107494)
Decrease in Creditors	12779	48145
Decrease in Hire Purchase Creditors	30229	15063
Decrease in Bank Overdraft	31216	73096
Decrease in Bank Loan		833
(Decrease) in Cash on Hand		(58)
	£62459	£ 23385

MESSRS H. & M.E. FEARON LTD., MEALS[illegible]

TRADING AND PROFIT & LOSS ACCOUNT FOR THE

	1983	1984
To Wages & National Insurance	133219	13642.84
Management Services	6673	- -
Motor Expenses:-		
Repairs and Spares	29042	6616.76
Fuel and Oil	132628	9473.05
Licences and Insurance	37921	14226.39
Sub-Contracting	19173	11211.43
Travelling etc. Expenses	10304	427.60
Rent	19983	4275.26
Rates and Water	6570	10155.77
Postages, Stationery and Telephone	3225	629.58
Accountancy Charges	1090	645.00
Bank Charges	21100	7168.27
Repairs and Renewals	1217	3255.87
Training Board Levy	1200	1006.00
Heat and Light	767	444.73
Sundry Expenses	1406	1034.26
Hire Purchase Charges	7955	4434.20
Bad Debts written off	1401	434.48
Redundancy Payments	12602	- -
Net Profit carried down	29477	81520.40
	476953	170601.89
To Depreciation	50816	38896.31
Interest on Bank Development Loan	313	- -
Directors Remuneration	16544	16750.76
Loss on sale of vehicles	-	1048.00
Balance carried forward	71780	96804.76
	139453	153499.83

ON LTD., MEALSGATE, CARLISLE, CUMBRIA.

ACCOUNT FOR THE YEAR ENDED 31st MARCH, 1984.

	1983	1984
By Haulage Earnings etc.	454714	110935.25
Leasing of Wagons	4972	59666.64
Redundancy Rebates	5167	- -
Over-provision for Rates	12100	- -
	476953	170601.89
By Balance brought forward	102735	71780.43
Net Profit brought down	29477	81520.40
Profit on vehicles sold	7241	- -
Profit on sale of plant	-	199.00
	139453	153499.83

MESSRS H. & M.E. FEARON LT

BALANCE SHEET AS

1983				1984
		Capital & Accumulated Profits		
		Capital		
		Nominal & Issued		
50000		50000 Shares of £1 each fully paid		50000.00
71780		Profit & Loss Appropriation A/c		96804.76
121780				146804.76
47877		Directors Loan Account		40176.99
35552		Hire Purchase Creditors		733.50
		Current Liabilities		
	32181	Sundry Creditors	19401.88	
111717	79536	Bank Overdraft	48319.97	67721.85
316926				255437.10

H. Fearon Director

M. E. Fearon Director

LTD., MEALSGATE, CARLISLE, CUMBRIA.

S AT 31st MARCH, 1984.

	1983					1984
			Fixed Assets			
	74292		Warehouse at Workington Dock at cost as at 31.3.83.			74292.20
00			Central Heating Installation at cost as at 31.3.83.		330.00	
	85		Less Accumulated Depreciation		266.00	64.00
76			Motor Vehicles at cost as at 31.3.83.		277423.00	
76			Additions during year at cost		10181.31	
					287604.31	
			Less Sales at cost	40067.00		
99	153598		Accum. Depreciation	143386.31	183453.31	104151.00
50			Tools & Equipment at cost as at 31.3.83.		41511.65	
			Additions during year at cost		13679.00	
					55190.65	
			Less Sales at cost	10340.00		
	19192		Accum. Depreciation	21235.65	31575.65	23615.00
35			Office Furniture etc. at cost as at 31.3.83.		1343.51	
	360		Less Accum. Depreciation		1073.51	270.00
	247527					202392.20
			Current Assets			
		225	Investment in Cumbria Tpt. Tng. Board at cost		225.00	
		2500	Stock of Spares etc.		- -	
		61976	Sundry Debtors and Prepayments		52711.40	
	69399	4698	Hire Purchase Interest in advance		108.50	53044.90
.10	316926					255437.10

AUDITORS REPORT TO THE MEMBERS OF H. & M.E. FEARON LTD.

We have audited the annexed financial statements which have been prepared under the Historical Cost Convention. Our audit was conducted in accordance with approved Auditing Standards and we have carried out such procedures as we considered necessary having regard to the matters referred to in the following paragraph.

In common with many businesses of similar size and organisation the company's system of control is dependent upon the close involvement of the directors (who are major shareholders). In these circumstances we have had to rely upon representations from the directors where alternative confirmation of transactions was not available.

Subject to the foregoing, in our opinion, the financial statements give a true and fair view of the state of the company's financial affairs at 31st March 1984 and of its Profit and source and application of funds for the year then ended and comply with the Companies Acts 1948 and 1981.

Messrs Cullens.

22 Spencer Street, Carlisle. | Accountants | 24th May 1984