

**E. SALISBURY (BUILDERS MERCHANTS) LIMITED**

**DIRECTORS' REPORT AND ACCOUNTS**

**Year Ended 31st December 1998**

**Company Registration No. 01421259**



## **E. Salisbury (Builders Merchants) Limited**

### **Directors' Report for the year ended 31st December 1998**

The directors present their annual report and audited accounts for the year ended 31st December 1998.

#### **Activities**

The Company became a wholly owned subsidiary of Travis Perkins plc on 16th May 1997. Immediately thereafter, the assets, liabilities and trade of the Company were integrated into Travis Perkins Trading Company Limited. The Company has not traded since this date and has remained dormant. Prior to this, the principal activities of the Company had been those of builders' merchants.

#### **Directors and their Interests**

The directors who held office during the year were as follows:

E.R.A. Travis  
P.N. Hampden Smith

Neither of the directors in office at the balance sheet date was interested in any shares of the Company.

The interests of these directors in the share capital of the ultimate parent company, Travis Perkins plc, are disclosed in that company's financial statements.

#### **Auditors**

Barrowman Jackson Stephen have indicated their willingness to continue in office and a resolution proposing their re-appointment will be laid before the Company at the Annual General Meeting.

Approved by the Board of Directors  
And signed on behalf of the Board.



**A.S. Pike**  
Secretary

Date: 28<sup>th</sup> October 1999

**E. Salisbury (Builders Merchants) Limited**

**Statement of Directors' Responsibilities**

**for the year ended 31st December 1998**

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

- (i) select suitable accounting policies and then apply them consistently;
- (ii) make judgements and estimates that are reasonable and prudent;
- (iii) state whether applicable accounting standards have been followed.

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 financial statements 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.

After making enquiries, the directors have formed a judgement at the time of approving the financial statements that there is a reasonable expectation that the Company has adequate resources to continue in existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

By order of the Board



**A.S. Pike**  
Secretary

Date: 28<sup>th</sup> October 1999

**Auditors' Report to the Members**

**of**

**E. Salisbury (Builders Merchants) Limited**

**for the year ended 31st December 1998**

We have audited the financial statements on pages 4 to 9, which have been prepared under the accounting policies, set out on page 6.

**Respective responsibilities of directors and auditors**

As described on page 2, the Company's directors are responsible for the preparation of the 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 amount and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made 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 financial statements 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 the Company's affairs as at 31st December 1998 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**Barrowman Jackson Stephen**  
Chartered Accountants and  
Registered Auditors,  
Broseley House,  
116 Bradshawgate  
LEIGH  
Lancs. WN7 4NT

Date: 28 OCTOBER 1999

**E. Salisbury (Builders Merchants) Limited**

**Profit & Loss Account**

**for the year ended 31st December 1998**

		<b>Year ended 31st December 1998</b>	<b>11 months to 31st December 1997</b>
	<b>Note</b>	<b>£</b>	<b>£</b>
<b>Turnover</b>	1	-	412,717
Cost of Sales		-	(320,100)
<b>Gross profit</b>		-	92,617
Administrative expenses		-	(97,782)
Other operating income		-	6,000
<b>Operating profit</b>		-	835
Interest payable	3	-	(2,112)
<b>Result / (loss) on ordinary activities before taxation</b>	4	-	(1,277)
Tax on result / (loss) on ordinary activities		-	(309)
<b>Result / (loss) on ordinary activities after taxation, transferred from reserves</b>		-	(1,586)

The above trading results arose solely from discontinued operations.

There were no recognised gains or losses other than the result shown above for either the year or the previous period.

**E. Salisbury (Builders Merchants) Limited**

**Balance Sheet**

**as at 31st December 1998**

		31st December 1998	31st December 1997
	Note	£	£
<b>Fixed assets</b>			
Investments	5	110,000	110,000
		<b>110,000</b>	<b>110,000</b>
<b>Current Assets</b>			
Debtors	6	203,570	203,570
		<b>203,570</b>	<b>203,570</b>
<b>Creditors - amounts falling due within one year</b>	7	150,753	150,753
<b>Net current assets</b>		<b>52,817</b>	<b>52,817</b>
<b>Total assets less current liabilities</b>		<b>162,817</b>	<b>162,817</b>
<b>Capital and reserves</b>			
Called up share capital	8	90,405	90,405
Profit and loss account		72,412	72,412
<b>Total equity shareholders' funds</b>	9	<b>162,817</b>	<b>162,817</b>

The financial statements were approved by the Board of Directors on 25/10/99  
Signed on behalf of the Board of Directors.

*P. M. Haydon Smith*  
**Director**

**E. Salisbury (Builders Merchants) Limited**

**Accounting Policies**

**for the year ended 31st December 1998**

The financial statements have been prepared in accordance with applicable standards. The particular accounting policies adopted are described below.

**(a) Accounting convention**

The accounts have been prepared under the historical cost convention.

**(b) Investments**

Investments are stated at cost except where there is a permanent diminution in value.

**(c) Group Accounts**

Group accounts have not been prepared as the company is itself a wholly owned subsidiary undertaking of a UK Company preparing consolidated financial statements.

The financial statements therefore present information about the individual company as permitted by Section 248 of the Companies Act 1985.

**E. Salisbury (Builders Merchants) Limited**

**Notes to the Accounts**

**for the year ended 31st December 1998**

**1 Turnover**

Turnover represents sales of building and plumbing products ( excluding VAT and trade discounts ) to customers within the United Kingdom until trade ceased on 16th May 1997.

**2 Directors and employees**

The average weekly number of persons (including executive directors) employed during the period was:

	<b>Year ended 31st December 1998</b>	<b>1.2.97 to 31.12.97</b>
Sales	-	1
Distribution	-	1
Administration	<u>3</u>	<u>3</u>
	<u>3</u>	<u>5</u>

Staff costs

Sales	-	43,747
Distribution	-	3,800
Administration	-	502
	<u>£ -</u>	<u>£48,049</u>

The remuneration paid to Directors was:

Emoluments	<u>£ -</u>	<u>£2,500</u>
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**3 Interest payable and similar charges**

	<b>Year ended 31st December 1998</b>	<b>1.2.97 to 31.12.97</b>
On bank loans, overdrafts and other loans	<u>£ -</u>	<u>£2,112</u>

**4 Result/(Loss) on ordinary activities before taxation**

	<b>Year ended 31st December 1998</b>	<b>1.2.97 to 31.12.97</b>
Result/(Loss) on ordinary activities before taxation is stated after charging: -		
Depreciation on tangible fixed assets	£ -	£5,238
Auditors' remuneration	£ -	£5,500
Loss on disposal of fixed assets	£ -	£525



**E. Salisbury (Builders Merchants) Limited**

**Notes to the Accounts**

**for the year ended 31st December 1998**

<b>5 Investments</b>	<b>As at 31st December 1998</b>	<b>As at 31st December 1997</b>
Shares in subsidiary company at cost	<u><b>£110,000</b></u>	<u><b>£110,000</b></u>
David Roberts ( Builders Merchants ) Ltd is a wholly owned subsidiary. The subsidiary company is registered in Wales and until 16 May 1997 carried on the trade of Builders Merchants. Since that date it has been dormant. At 31st December 1998 its capital and reserves were £239,763 (1997 £239,763).		
<b>6 Debtors</b>	<b>As at 31st December 1998</b>	<b>As at 31st December 1997</b>
Travis Perkins Trading Company Limited	<u><b>£203,570</b></u>	<u><b>£203,570</b></u>
<b>7 Creditors</b>	<b>As at 31st December 1998</b>	<b>As at 31st December 1997</b>
David Roberts (Builders Merchants) Limited	<u><b>£150,753</b></u>	<u><b>£150,753</b></u>
<b>8 Called up share capital</b>	<b>As at 31st December 1998</b>	<b>As at 31st December 1997</b>
Authorised 100,000 Ordinary Shares of £1 each	<u><b>£100,000</b></u>	<u><b>£100,000</b></u>
Allotted, called up and fully paid 90,405 Ordinary Shares of £1 each	<u><b>£90,405</b></u>	<u><b>£90,405</b></u>
<b>9 Reconciliation of movements in shareholders' funds</b>	<b>As at 31st December 1998</b>	<b>As at 31st December 1997</b>
Result / (loss) for the financial year/ (period)	-	(1,586)
Shareholders funds at 31st December 1997 (31st January 1997)	<u><b>162,817</b></u>	<u><b>164,403</b></u>
Shareholders funds at 31st December 1998 (31st December 1997)	<u><b>£162,817</b></u>	<u><b>£162,817</b></u>

**E. Salisbury (Builders Merchants) Limited**

**Notes to the Accounts**

**for the year ended 31st December 1998**

**10 Ultimate Parent Company**

The Company's ultimate parent is Travis Perkins plc, a company incorporated in the United Kingdom and registered in England and Wales. Copies of the Travis Perkins plc Group financial statements are available from Companies House, Crown Way, Maindy, Cardiff, CF4 3UZ.