

REGISTRAR  
OF COMPANIES

1649818

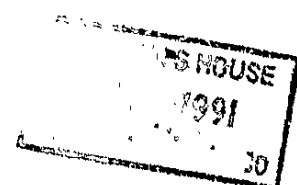
WYEDEAN INSURANCE SERVICES LIMITED

DIRECTORS' REPORT

AND

FINANCIAL STATEMENTS

YEAR ENDED 30TH APRIL, 1990



WYDEAN INSURANCE SERVICES LIMITED

YEAR ENDED 30TH APRIL, 1990

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WYDEAN INSURANCE SERVICES LIMITED

OFFICERS, ADDRESSES AND GENERAL INFORMATION

30TH APRIL, 1990

BOARD OF DIRECTORS: Mrs. Pamela Brenda Baker  
Michael Anthony Davies

COMPANY SECRETARY: Mrs. Pamela Brenda Baker

REGISTERED OFFICE: Wydean House,  
27, Gloucester Road,  
Ross-on-Wye,  
Herefordshire.

AUDITORS: Gwynne Morgan and Co.,  
Chartered Accountants,  
14, Gloucester Road,  
Ross-on-Wye,  
Herefordshire.

BANKERS: Lloyds Bank P.L.C.,  
50, High Street,  
Ross-on-Wye,  
Herefordshire.

ADMINISTRATIVE OFFICE: Wydean House,  
27, Gloucester Road,  
Ross-on-Wye,  
Herefordshire.

REGISTERED NUMBER: 1649818

# WYDEAN INSURANCE SERVICES LIMITED

## DIRECTORS' REPORT

The directors submit their report together with the audited financial statements of the company for the year ended 30th April, 1990.

### Results and Dividends

The trading profit for the year, after taxation amounted to £2,137 (1989 - profit £7,196). A net interim dividend of £2,160 was paid in April, 1990. The directors do not recommend the payment of a final ordinary dividend.

### Review of the Business

The principal activity of the company during the accounting period remained that of insurance brokerage. Results for the year were satisfactory. There was a substantial growth once again in the general insurance business transacted. However, the trading profit generated showed a reduction compared to 1989 but nevertheless the overall trend since 30th April, 1990 continues to be encouraging.

### Fixed Assets

The changes in tangible fixed assets during the year are summarised in the notes to the financial statements. The company owned no intangible fixed assets.

### Directors and their Interests

The directors during the year ended 30th April, 1990 are as stated on page 1. Their interests (including family interests) in the share capital of the company were as follows:-

	Ordinary Shares	
	30th April, 1990	1st May, 1989
Mrs. P.B. Baker	6	6
M.A. Davies, Esq.	-	-

### Charitable and Political Contributions

During the accounting year under review the company did not make any material charitable or political contributions.

### Close Company

The company is a close company within the provisions of S.414 Income and Corporation Taxes Act 1988.

### Auditors

A resolution to re-appoint Gwynne Morgan & Co. as auditors will be put to the members at the Annual General Meeting.

By order of the Board,

P.B. Baker (Secretary)

REPORT OF THE AUDITORS  
YEAR ENDED 30TH APRIL, 1990

TO THE MEMBERS OF WYDEAN INSURANCE SERVICES LIMITED

We have audited the financial statements on Pages 4 to 12 in accordance with approved auditing standards.

In our opinion the financial statements, which have been prepared under the historical cost convention, give a true and fair view of the state of the company's affairs at 30th April, 1990 and of its profit for the year ended on that date and comply with the Companies Act, 1985 in so far as the provisions of that Act apply to these financial statements.

Gwynne Morgan and Co.,  
Chartered Accountants,  
14, Gloucester Road,  
Ross-on-Wye,  
Herefordshire.

24th October, 1990

WYEDIAN INSURANCE SERVICES LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 30TH APRIL, 1990

				Year Ended 30th April, 1989	
	Notes	£	£	£	£
TURNOVER	2		65,118		46,262
Establishment costs		8,995		4,199	
Administrative expenses		57,920		34,914	
			<hr/> 66,915		<hr/> 39,112
OPERATING (LOSS)/PROFIT	3		(1,797)		7,150
Interest receivable		4,869		2,126	
Interest payable		(-)		(2)	
			<hr/> 4,869		<hr/> 2,124
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			3,072		9,274
Tax on profit on ordinary activities	9		(935)		(2,078)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION			2,137		7,196
Extraordinary items after taxation			NIL		NIL
PROFIT FOR THE FINANCIAL YEAR			2,137		7,196
Dividends	5		(2,160)		NIL
			<hr/> (23)		<hr/> 7,196
Retained profit brought forward			13,912		6,716
RETAINED PROFIT CARRIED FORWARD			<hr/> 13,889		<hr/> 13,912

The notes on pages 7 to 12 form part of these financial statements.

WIDEAN INSURANCE SERVICES LIMITED

BALANCE SHEET

30TH APRIL, 1990

30th April, 1989

	Notes	£	£	£	£
TANGIBLE FIXED ASSETS	10		13,550		12,090
CURRENT ASSETS					
Debtors	6	2,566		2,237	
Cash at bank - Clients Account		31,673		31,494	
Cash at bank and in hand - Office Account		2,946		3,543	
		37,185		38,274	
CREDITORS: amounts falling due within one year	7	(36,726)		(36,332)	
NET CURRENT ASSETS			459		1,942
TOTAL ASSETS LESS CURRENT LIABILITIES			14,009		14,032
CREDITORS: amounts falling due after more than one year		NIL		NIL	
PROVISION FOR LIABILITIES AND CHARGES		NIL		NIL	
ACCRUALS AND DEFERRED INCOME		NIL		NIL	
			NIL		NIL
			14,009		14,032
CAPITAL AND RESERVES					
Called up Share Capital	8		120		120
Profit and Loss Account			13,889		13,912
			14,009		14,032

..... *B. L. W.* ..... DIRECTORS ..... *D. W. S.* .....

October, 1990

The notes on pages 7 to 12 form part of these financial statements.

WYEDFAN INSURANCE SERVICES LIMITED  
STATEMENT OF SOURCE AND APPLICATION OF FUNDS

YEAR END 30TH APRIL, 1990

Year Ended  
30th April, 1989

	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
<b>SOURCE OF FUNDS:</b>				
Profit on ordinary activities before taxation		3,072		9,274
Adjustments for items not involving the movement of funds:-				
Depreciation		4,521		2,493
		<hr/>		<hr/>
<b>TOTAL GENERATED FROM OPERATIONS</b>		7,593		11,767
<b>FUNDS FROM OTHER SOURCES</b>		NIL		NIL
		<hr/>		<hr/>
		7,593		11,767
<b>APPLICATION OF FUNDS:</b>				
Purchase of tangible fixed assets	5,981		13,273	
Dividends paid	2,160		-	
Corporation Tax paid	2,078		1,539	
	<hr/>	(10,219)	<hr/>	(14,812)
		<hr/>		<hr/>
<b>WORKING CAPITAL - INCREASE/(DECREASE)</b>		(2,626)		(3,045)
		<hr/>		<hr/>
<b>COMPONENTS OF INCREASE/(DECREASE) IN WORKING CAPITAL:</b>				
Debtors	671		(1,801)	
Creditors (excluding taxation)	1,358		1,136	
Monies held on behalf of Clients	179		9,338	
	<hr/>	2,208	<hr/>	8,673
<b>MOVEMENT IN NET LIQUID FUNDS:</b>				
Cash at bank - Office account	588		3,709	
- Clients account	(179)		(9,338)	
Cash in Hand - Office account	9		1	
	<hr/>	418	<hr/>	(5,628)
		<hr/>		<hr/>
		2,626		3,045
		<hr/>		<hr/>

The notes on pages 7 to 12 form part of these financial statements.



WYDFAN INSURANCE SERVICES LIMITED

NOTES TO THE ACCOUNTS

YEAR ENDED 30TH APRIL, 1990

1. ACCOUNTING POLICIES

Basis of Accounting

The financial statements have been prepared under the historical cost convention.

Depreciation

Depreciation is based on historical cost and the estimated effective lives of the assets concerned.

The tangible fixed assets are depreciated on the reducing balance basis at rates calculated to write them off over the period of their estimated effective lives.

The rates applied are as follows:-

Motor vehicles	20%
Computer equipment	30%
Other office equipment	25%

Deferred Taxation

No provision has been made in the financial statements for taxation deferred by reason of capital allowances exceeding depreciation as it is considered by the directors that no liability to taxation will arise in the foreseeable future as a result of a reversal of these timing differences.

Advertising and Promotion

Advertising costs are written off as incurred.

Value Added Tax

Items in the financial statements are shown inclusive of Value Added Tax as the company is not registered for V.A.T. purposes.

Commissions

Credit is taken for commissions in respect of life and pension business transacted by reference to the date on which the first policy premium is paid.

Credit is taken for commissions in respect of general business transacted by reference to the date on which the net premium is remitted to the insurance company concerned. This date will normally follow closely upon the issue by the insurance company of its periodical statement of account.

WYDEAN INSURANCE SERVICES LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

YEAR ENDED 30TH APRIL, 1990

2. TURNOVER

Turnover represents the total gross value of services provided (mainly commissions) less any proportion rebated to third party intermediaries. Turnover does not include income from outside the United Kingdom. Turnover can be analysed as follows:-

	<u>1990</u>	<u>1989</u>
	<u>£</u>	<u>£</u>
Commission - Life and pension business	4,618	2,875
Commission - General and commercial business	59,698	43,326
Other fees and sundry income	802	61
	<hr/>	<hr/>
	65,118	46,262
	<hr/>	<hr/>

3. OPERATING PROFIT

	<u>1990</u>	<u>1989</u>
	<u>£</u>	<u>£</u>
This is stated after charging:		
Directors' fees	-	-
pension contributions	-	-
other emoluments	16,523	12,433
Auditors remuneration	299	276
Depreciation	4,521	2,493
	<hr/>	<hr/>

4. STAFF COSTS (including Directors)

	<u>1990</u>	<u>1989</u>
	<u>£</u>	<u>£</u>
Wages and salaries	32,088	20,011
Social security costs	2,900	1,756
Other pension costs	-	-
Benefits-in-kind	864	-
	<hr/>	<hr/>
	35,852	21,767
	<hr/>	<hr/>

WYDEAN INSURANCE SERVICES LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

YEAR ENDED 30TH APRIL, 1990

5. DIVIDENDS

	<u>1990</u>	<u>1989</u>
	<u>£</u>	<u>£</u>
Ordinary - Interim paid 1989	-	-
- Final proposed 1989	-	-
- Interim paid 1990	2,160	-
- Final proposed 1990	-	-
	<hr/>	<hr/>
	2,160	-
	<hr/>	<hr/>

6. DEBTORS

	<u>1990</u>	<u>1989</u>
	<u>£</u>	<u>£</u>
Trade debtors	217	1,405
Other debtors	1,948	524
Prepayments	401	1,308
	<hr/>	<hr/>
	2,566	3,237
	<hr/>	<hr/>

7. CREDITORS: Amounts falling due within one year

	<u>1990</u>	<u>1989</u>
	<u>£</u>	<u>£</u>
Monies held on behalf of Clients	31,673	31,494
Trade creditors	897	751
Current corporation tax (Note 9)	215	2,078
A.C.T. on interim dividend	720	-
Other taxes and social security costs	1,782	949
Accruals	1,439	1,060
	<hr/>	<hr/>
	36,726	36,332
	<hr/>	<hr/>

8. SHARE CAPITAL

	<u>Authorised</u>	<u>Allotted, called up and fully paid</u>
	<u>Number</u>	<u>Number</u>
Ordinary Shares of £1 each	50,000	120
	<hr/>	<hr/>

WYDEAN INSURANCE SERVICES LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

YEAR ENDED 30TH APRIL, 1990

9. TAX ON PROFIT ON ORDINARY ACTIVITIES

	<u>1990</u>	<u>1989</u>
	<u>£</u>	<u>£</u>
U.K. corporation tax at 25% based on profits for the year ended 30th April, 1990 (1989)	935	2,078
<u>Less: A.C.T. recoverable</u>	(720)	(-)
	<u>215</u>	<u>2,078</u>

10. TANGIBLE FIXED ASSETS

	<u>Motor vehicles</u>	<u>Computer equipment</u>	<u>Other office equipment</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
<u>Cost:</u>				
At 1st May, 1989	3,895	9,561	2,818	16,274
Additions	2,300	2,218	1,463	5,981
	<u>        </u>	<u>        </u>	<u>        </u>	<u>        </u>
At 30th April, 1990	6,195	11,779	4,281	22,255
	<u>        </u>	<u>        </u>	<u>        </u>	<u>        </u>
<u>Depreciation (Rate)</u>	(20%)	(30%)	(25%)	
At 1st May, 1989	395	2,721	1,068	4,184
Provided during year	1,000	2,718	803	4,521
	<u>        </u>	<u>        </u>	<u>        </u>	<u>        </u>
At 30th April, 1990	1,395	5,439	1,871	8,705
	<u>        </u>	<u>        </u>	<u>        </u>	<u>        </u>
<u>Net book value</u>				
At 30th April, 1990	4,800	6,340	2,410	13,550
	<u>        </u>	<u>        </u>	<u>        </u>	<u>        </u>
At 1st May, 1989	3,500	6,840	1,750	12,090
	<u>        </u>	<u>        </u>	<u>        </u>	<u>        </u>

WYDEAN INSURANCE SERVICES LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

YEAR ENDED 30TH APRIL, 1990

11. COMMITMENTS FOR CAPITAL EXPENDITURE

	<u>1990</u>	<u>1989</u>
	<u>£</u>	<u>£</u>
Contracts placed but not provided in the financial statements	NIL	NIL
Authorised but not contracted for	NIL	NIL
	—	—

12. CONTINGENT LIABILITIES

Life and pensions business is transacted on an "Identity" basis. This means that the full commission is remitted to the company upon payment by the client of the first policy premium. Thus there is a contingent liability at all times to repay all or part of the commission received on policies which are lapsed or otherwise cancelled prior to the payment in full of the first twelve months premiums by the clients. The maximum such contingent liability at 30th April, 1990 is £1,431 (1989 £730).

There are no other contingent liabilities at the balance sheet date so far as the directors are aware.

13. DEFERRED TAXATION

a) Current taxation

The extent to which the current taxation charge has been reduced by accelerated taxation relief is £NIL (1989 - £245).

b) Cumulative taxation

The extent to which the cumulative taxation charges have been reduced by accelerated taxation reliefs are:-

	<u>1990</u>	<u>1989</u>
	<u>£</u>	<u>£</u>
Capital allowances	313	420
Losses	—	—
	—	—
	313	420
	—	—

For the purposes of the above calculations the rate of corporation tax applied has been 25% (1989 - 25%).

WYDEAN INSURANCE SERVICES LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

YEAR ENDED 30TH APRIL, 1990

14. DIRECTORS' INTERESTS IN CONTRACTS WITH THE COMPANY

No director is or was materially interested in any contract subsisting during or at the end of the financial period which is or was significant in relation to the company's business.

15. DIRECTORS' APPROVAL

The financial statements for the year ended 30th April, 1990 were approved by the directors on 16th October, 1990 for presentation to the members at the forthcoming Annual General Meeting.