

TUBEMASTERS LIMITED
ABBREVIATED FINANCIAL STATEMENTS

31ST AUGUST 2000

Company number: 1813102

Horwath Clark Whitehill
CHARTERED ACCOUNTANTS

Leeds



TUBEMASTERS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31st August 2000

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TUBEMASTERS LIMITED**Auditors' report to
Tubemasters limited
on the abbreviated financial statements**

We have examined the abbreviated financial statements on pages 2 to 6 together with the financial statements of Tubemasters limited prepared under section 226 of the Companies Act 1985 for the year ended 31st August 2000.

Respective responsibilities of directors and auditors

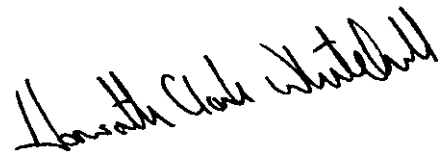
The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements to the registrar of companies and whether the abbreviated financial statements have been properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to discharge our limited responsibilities set out above. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

Opinion on the abbreviated financial statements

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with section 246(5) and (6) of the Companies Act 1985 and the abbreviated financial statements on pages 2 to 6 have been properly prepared in accordance with those provisions.



Horwath Clark Whitehill
Registered Auditors
Chartered Accountants

Leeds
21st November 2000

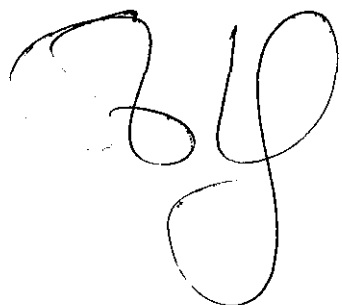
TUBEMASTERS LIMITED
ABBREVIATED BALANCE SHEET
at 31st August 2000

| | Note | 2000 £ | 1999 £ |
|--|------|------------------|------------------|
| Fixed assets | | | |
| Tangible assets | 2 | 703,090 | 756,399 |
| Current assets | | | |
| Stocks | | 148,041 | 254,283 |
| Debtors | 3 | 664,197 | 380,593 |
| Cash at bank and in hand | | 704 | 861 |
| | | <u>812,942</u> | <u>635,737</u> |
| Creditors: amounts falling due within one year | | <u>(871,137)</u> | <u>(689,867)</u> |
| Net current liabilities | | (58,195) | (54,130) |
| Total assets less current liabilities | | <u>644,895</u> | <u>702,269</u> |
| Creditors: amounts falling due after more than one year | 4 | (115,029) | (173,352) |
| Provision for liabilities and charges | | <u>(1,909)</u> | <u>(15,000)</u> |
| | | <u>527,957</u> | <u>513,917</u> |
| Capital and reserves | | | |
| Called up share capital | 5 | 1,000 | 1,000 |
| Revaluation reserve | | 165,646 | 166,890 |
| Profit and loss account | | 361,311 | 346,027 |
| Total shareholders' funds | | <u>527,957</u> | <u>513,917</u> |

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated financial statements on pages 2 to 6 were approved by the board of directors on 21st November 2000 and signed on its behalf by:

✕
S.A. Day
Chairman



TUBEMASTERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

31st August 2000

1 Accounting policies**Basis of accounting**

The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (Effective March 2000) and, except for freehold property, which is stated at valuation, under the historical cost accounting rules.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

| | |
|---------------------|-----------------------------|
| Freehold land | Nil |
| Freehold buildings | 2% Straight line |
| Plant and machinery | 15% on the reducing balance |
| Motor vehicles | 25% on the reducing balance |

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss reserve.

Leases and hire purchase contracts

Tangible fixed assets acquired under finance leases and hire purchase contracts are capitalised at the estimated fair value at the date of inception of each lease or contract. The total finance charges are allocated over the period of the lease in such a way as to give a reasonably constant charge on the outstanding liability.

Stocks and work in progress

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis.

The cost of work in progress and finished goods includes all production overheads and depreciation and the attributable proportion of indirect overheads based on the normal level of activity.

Net realisable value is based on estimated selling price less the estimated cost of disposal.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Pension scheme

The company operates a contributory money purchase scheme covering some of the directors. The scheme funds are administered by trustees and are independent of the company's finances. The company's contributions are charged against profits in the year in which contributions are made.

Valuation of fixed assets

The tangible fixed assets that are carried at valuation were valued in accounting periods ending on or before 23rd March 2000. The date of the relevant revaluation is set out in note 7. The company has adopted the transitional provisions of FRS 15 in respect of the asset and will not revalue it in the future. Profits or losses arising on the disposal of items stated at valuation are determined by reference to the difference between the valuation and the sale proceeds.

TUBEMASTERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

31st August 2000

2 Fixed assets

| | Tangible fixed assets £ |
|--------------------------|-------------------------------|
| Cost or valuation | |
| 1st September 1999 | 876,758 |
| Additions | 10,530 |
| Disposals | (47,110) |
| | <hr/> |
| 31st August 2000 | 840,178 |
| | <hr/> |
| Depreciation | |
| 1st September 1999 | 120,359 |
| Charge for year | 32,121 |
| Disposals | (15,392) |
| | <hr/> |
| 31st August 2000 | 137,088 |
| | <hr/> |
| Net book amount | |
| 31st August 2000 | 703,090 |
| | <hr/> <hr/> |
| 1st September 1999 | 756,399 |
| | <hr/> <hr/> |

TUBEMASTERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

31st August 2000

3 Debtors

| | 2000 £ | 1999 £ |
|--|---------------|---------------|
| Amounts falling due after more than one year | <u>40,929</u> | <u>65,059</u> |

4 Creditors:

| | 2000 £ | 1999 £ |
|---|----------------|----------------|
| Creditors include the following amounts: | | |
| Amounts falling due after more than five years: | | |
| Bank loans | <u>-</u> | <u>18,122</u> |
| Secured creditors | | |
| Bank loan and overdraft | 401,939 | 311,824 |
| Obligations under hire purchase agreements | <u>-</u> | <u>33,815</u> |
| | <u>401,939</u> | <u>345,639</u> |

5 Called up share capital

| | 2000 | | 1999 | |
|-----------------------------------|---------------------|----------------|---------------------|----------------|
| | Number of shares | £ | Number of shares | £ |
| Authorised | | | | |
| Ordinary shares of £1 each | <u>100,000</u> | <u>100,000</u> | <u>100,000</u> | <u>100,000</u> |
| Allotted called up and fully paid | | | | |
| Ordinary shares of £1 each | <u>1,000</u> | <u>1,000</u> | <u>1,000</u> | <u>1,000</u> |

TUBEMASTERS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

31st August 2000

6 Transactions in which directors have an interest

- a) During the year the company traded with Promax Construction Limited, a director of which is the brother of S.A. Day, a director of Tubemasters Limited. Total purchases by Tubemasters Limited for the year amounted to **£12,360** (1999 £38,054) and the amount due to Promax at 31st August 2000 was **£Nil** (1999 £11,392).
- b) During the year ended 31st August 2000, the company made the following charges to Tubemasters Profiling Limited, a company controlled by S.A. Day:

| | 2000 | 1999 |
|---------------------------------|---------------|---------------|
| | £ | £ |
| Management services | 35,135 | 5,100 |
| Transport and delivery services | 2,302 | 4,740 |
| Labour services | 32,448 | 6,910 |
| Rent of premises | 12,728 | 8,485 |
| Travel and subsistence | 3,517 | - |
| | <u>86,130</u> | <u>25,235</u> |

At 31st August 2000 the amount due by Tubemasters Profiling Limited resulting from the above transactions was **£8,278** (1999 £1,040).

- c) Included in other creditors is **£40,000** owed to Tubemasters Profiling Limited. The loan is interest free and has been repaid since the balance sheet date. Tubemasters was also loaned **£10,000** by Tubemasters Profiling Limited in February 2000 which was repaid during that month