

THE HAM HILL STONE SUPPLY COMPANY LIMITED

FINANCIAL STATEMENTS

31ST DECEMBER 1997

Registered number: 3196031

Rothman Pantall & Co.

Chartered Accountants

Winchester



THE HAM HILL STONE SUPPLY COMPANY LIMITED

FINANCIAL STATEMENTS

for the year ended 31st December 1997

CONTENTS

	Page
Company information	1
Directors' report	2
Accountants' report	3
Profit and loss account	4
Balance sheet	5 and 5a
Notes to financial statements	6 to 9

THE HAM HILL STONE SUPPLY COMPANY LIMITED

1

COMPANY INFORMATION

31st December 1997

INCORPORATED	in England on 8th May 1996
NUMBER	3196031
DIRECTORS	R.M.H. Lawrence S.J.R. Harvey
SECRETARY	R.M.H. Lawrence
REGISTERED OFFICE	Avebury House 6 St Peter Street Winchester Hampshire., SO23 8BN
BANKERS	National Westminster Bank plc 105 High Street Winchester Hampshire SO23 9AW
ACCOUNTANTS	Rothman Pantall & Co. Chartered Accountants Avebury House 6 St. Peter Street Winchester Hants. SO23 8BN

DIRECTORS' REPORT

31st December 1997

The directors present their report and the financial statements for the year ended 31st December 1997.

Principal activity

The principal activity of the company is that of stone processing.

Directors

The directors of the company during the year and their interests in the shares of the company as recorded in the register of directors' interests were as follows

	31st December 1997 Ordinary shares	1st January 1997 Ordinary shares
R.M.H. Lawrence	1	1
S.J.R. Harvey	1	1

Small company exemptions

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

On behalf of the board

R.M.H. Lawrence
Director

22nd October 1998



Avebury House
6 St Peter Street
Winchester
Hampshire., SO23 8BN

THE HAM HILL STONE SUPPLY COMPANY LIMITED

ACCOUNTANTS' REPORT

Accountants' report on the unaudited financial statements to the directors of
The Ham Hill Stone Supply Company Limited

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31st December 1997, set out on pages 4 to 9, and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.



Rothman Pantall & Co.
Chartered Accountants
Avebury House
6 St. Peter Street
Winchester
Hants. SO23 8BN

28th October 1998

THE HAM HILL STONE SUPPLY COMPANY LIMITED

4

PROFIT AND LOSS ACCOUNT

for the year ended 31st December 1997

	Note	Year to 31/12/97 £	7 Months to 31/12/96 £
Turnover	2	139,158	10,070
Cost of sales		(105,459)	(14,510)
Gross profit/loss		33,699	(4,440)
Net operating expenses			
Administrative expenses		(34,409)	(8,981)
Operating loss	3	(710)	(13,421)
Interest payable	4	(1,976)	(532)
Loss on ordinary activities before taxation		(2,686)	(13,953)
Taxation	5	-	-
Loss on ordinary activities after taxation	12	(2,686)	(13,953)
for the year/period			

Movements in reserves are shown in note 12.

All of the company's activities were commenced during 1996.

There are no recognised gains and losses in 1997 or 1996 other than the loss for the year/period.

BALANCE SHEET

at 31st December 1997

	Note	£	1997 £	£	1996 £
Fixed assets					
Tangible assets	6		27,567		26,564
Current assets					
Work in progress		50,399		-	
Debtors	7	6,828		850	
Cash at bank and in hand		250		4,538	
			<u>57,477</u>	<u>5,388</u>	
Creditors: amounts falling due within one year	8	(86,321)		(24,783)	
Net current liabilities			<u>(28,844)</u>	<u>(19,395)</u>	
Total assets less current liabilities			<u>(1,277)</u>	<u>7,169</u>	
Creditors: amounts falling due after more than one year	9		(15,360)	(21,120)	
			<u>(16,637)</u>	<u>(13,951)</u>	
Capital and reserves					
Called up share capital	11		2	2	
Profit and loss account	12		(16,639)	(13,953)	
Total shareholders' funds	10		<u>(16,637)</u>	<u>(13,951)</u>	

continued

BALANCE SHEET
(continued)

at 31st December 1997

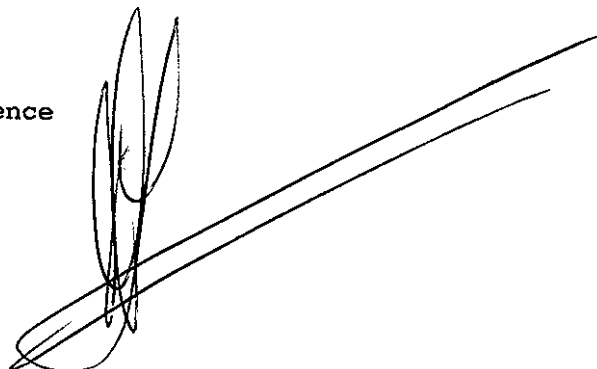
The directors consider that for the year ended 31st December 1997 the company was entitled to exemption under subsection 1 of section 249A of the Companies Act 1985. No member or members have deposited a notice requesting an audit for the current financial year under subsection 2 of section 249B of the Act.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and preparing financial statements 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 its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

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

The financial statements on pages 4 to 9 were approved by the board of directors on 22nd October 1998 and signed on its behalf by:

R.M.H. Lawrence
Director

A handwritten signature in dark ink, consisting of a series of loops and a long horizontal stroke extending to the right.

NOTES ON FINANCIAL STATEMENTS

31st December 1997

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

Turnover

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

Depreciation

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

Plant and machinery	20% on cost
Office Equipment	20% on cost

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.

Rentals paid under operating leases are charged to income as incurred.

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.

2 Turnover

In the opinion of the directors, none of the turnover of the company is attributable to geographical markets outside the UK. (1996 nil)

NOTES ON FINANCIAL STATEMENTS

31st December 1997

3 Operating loss

	1997 £	1996 £
Operating loss is stated after charging		
Operating leases		
Hire of plant and machinery	3,464	3,380
Hire of assets other than plant & machinery	2,498	120
Rent	6,000	-
	<u> </u>	<u> </u>
Depreciation of tangible fixed assets (note 6)		
owned assets	8,552	6,642
	<u> </u>	<u> </u>

4 Interest payable

	1997 £	1996 £
Bank interest	381	-
Lease purchase interest	1,595	532
	<u> </u>	<u> </u>
	1,976	532
	<u> </u>	<u> </u>

5 Taxation

The company has no liability to corporation tax arising from the results for the year/period.

6 Tangible fixed assets

Cost	Plant and Machinery £	Office Equipment £	£	Total £
1st January 1997	32,897	309		33,206
Additions	9,248	307		9,555
	<u> </u>	<u> </u>		<u> </u>
31st December 1997	42,145	616		42,761
	<u> </u>	<u> </u>		<u> </u>
Depreciation				
1st January 1997	6,580	62		6,642
Charge for year	8,429	123		8,552
	<u> </u>	<u> </u>		<u> </u>
31st December 1997	15,009	185		15,194
	<u> </u>	<u> </u>		<u> </u>
Net book amount				
31st December 1997	27,136	431		27,567
	<u> </u>	<u> </u>		<u> </u>
1st January 1997	26,317	247		26,564
	<u> </u>	<u> </u>		<u> </u>

Tangible fixed assets includes, in respect of assets held under lease purchase agreements, net book value £19,230 (1996 £25,640), cumulative depreciation £12,820 (1996 £6,410) and charge for the year of £6,410 (1996 £6,410).

NOTES ON FINANCIAL STATEMENTS

31st December 1997

7 Debtors

	1997 £	1996 £
Amounts falling due within one year		
Trade debtors	6,657	314
Other debtors	171	536
	<u>6,828</u>	<u>850</u>

8 Creditors: amounts falling due within one year

	1997 £	1996 £
Bank overdrafts	5,585	-
Trade creditors	51,293	1,140
Obligations under finance leases and hire purchase contracts - note 9	5,760	5,760
Other taxation and social security	2,435	135
Directors current account	17,398	17,398
Other creditors	3,850	350
	<u>86,321</u>	<u>24,783</u>

9 Creditors: amounts falling due after more than one year

	1997 £	1996 £
Other creditors	15,360	21,120
	<u>15,360</u>	<u>21,120</u>

Obligations under finance leases
and hire purchase contracts

Amounts included above are repayable
over varying periods by monthly
instalments as follows:

In the next year	5,760	5,760
In the second to fifth years	15,360	21,120
	<u>21,120</u>	<u>26,880</u>
Secured creditors included in notes 8 and 9.	<u>26,705</u>	<u>26,880</u>

NOTES ON FINANCIAL STATEMENTS

31st December 1997

10 Reconciliation of movements in shareholders' funds

	1997 £	1996 £
Loss for the financial year/period	(2,686)	(13,953)
New share capital subscribed	-	2
Net subtraction from shareholders' funds	(2,686)	(13,951)
Opening shareholders' funds	(13,951)	-
Closing shareholders' funds	(16,637)	(13,951)

11 Called up share capital

	1997		1996	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1 each	1,000	1,000	1,000	1,000
Allotted called up and fully paid				
Ordinary shares of £1 each	2	2	2	2

12 Profit and loss account

	1997 £
1st January 1997	(13,953)
Loss for the year	(2,686)
31st December 1997	(16,639)

13 Ultimate controlling party

The ultimate controlling party of the company throughout the year was RMH Lawrence, a director of the company. Mr. Lawrence also owns 50% of the issued share capital of the company.

14 Related parties

During the year the company purchased Ham Hill Block to the value of £ 56,926 (1996 £5,680) from the director SJR Harvey. Mr. Harvey is the owner of 50% of the issued share capital of the company.