

**R'n'B Engineering Limited**

**Company Information:**

**Directors:**

D.J.Roberts  
P.J.Bothwell

**Secretary:**

D.J.Roberts

**Company Number:**

03549989 (England/Wales)

**Registered Office:**

Unit 16 Highams Lodge  
Business Centre  
Blackhorse Road  
London  
E17

**Reporting Accountant:**

Michael Bell & Co.  
56 St. James's Street  
Walthamstow  
E17 7PE

**Bankers:**

Barclays Bank Plc  
High Street  
Walthamstow  
London  
E17



# **R'n'B Engineering Limited**

## **Directors Report**

The Directors presents their Report and the Financial Statements for the year ended 31st May 2002

### **Principal Activity:**

The principal activity was within the construction industry.

### **Directors:**

The directors and their shareholding throughout were:-

|              |    |
|--------------|----|
| D.J.Roberts  | 50 |
| P.J.Bothwell | 50 |

### **Directors' Responsibilities:**

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 and of the profit and loss of the company for that period. In preparing those financial statements, the directors are required to:-


- \* select suitable accounting policies and then apply them consistently;
- \* make judgements and estimates that are reasonable and prudent;
- \* state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements.
- \* prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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.

The directors 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.

This Report was approved by the Board of Directors on 26th March 2003, taking advantage of the Special Exemptions available to small companies conferred by Part II of Schedule 8 of the Companies Act 1985.

**Signed on behalf of the Board of Directors:**

  
.....

**Director**

## **Accountants Report to the Directors of**

### **R'n'B Engineering Limited**

I have examined, without carrying out an audit, the accounts for the year ended 31st May 2002

Respective responsibilities of directors and reporting accountant

As described on page 1, the company's directors are responsible for the preparation of the accounts, and they believe that the company is exempt from an audit.

It is my responsibility to examine the accounts and based on my examination to report my opinion, as set out below, to the shareholders.

#### **Basis of opinion**

I conducted my examination in accordance with the appropriate standards of reporting accountants issued by the Auditing Practices Board. This examination consisted of comparing the accounts with the accounting records kept by the company and making such limited enquiries of the officers of the company as I considered necessary for the purposes of this report.

This examination was not an audit conducted in the accordance with the Auditing Standards. Accordingly, I do not express an audit opinion on the accounts. Therefore my examination does not provide any assurance that the accounting records and the accounts are free from material misstatement.

#### **Opinion:**

In my opinion:-

- i) the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985;
- ii) having regard only to, and on the basis of, the information contained in those accounting records the accounts have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Act; and
- iii) having regard only to, and on the basis of, the information contained in the accounting records kept by the company under Section 221 the company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(4) of the Act (as modified by Section 249A(5) and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1).

**Michael Bell & Co.**

**Registered Auditors/Chartered Accountants**

**56 St. James's Street**

**E 17 7PE**



**R'nB Engineering Limited**

**Profit and Loss Account for the year ended 31st May 2002**

|  | <u>2002</u><br>£      | <u>2001</u><br>£      |
|--|-----------------------|-----------------------|
| <u>Turnover:</u>                                     | 363,676               | 267,673               |
| Cost of Sales  | 219,919               | 140,492               |
|  | -----                 | -----                 |
| <u>Gross (Loss)</u>                                  | 143,757               | 127,181               |
| Administrative expenses                              | 92,440                | 81,378                |
|  | -----                 | -----                 |
| (Loss)/Profit on ordinary activities before taxation | 51,317                | 45,803                |
| Tax on ordinary activities                           | 7,043                 | 8,804                 |
|  | -----                 | -----                 |
| (Loss)/Profit for the period                         | 44,274                | 36,999                |
| Dividend paid  | 40,386                | 33,781                |
|  | -----                 | -----                 |
| <u>Result for the financial period</u>               | <u>3,888</u><br>===== | <u>3,218</u><br>===== |

There were no recognised gains/losses other than those recognised in the profit and loss account.

The annexed notes form part of these financial statements.

**R'n'B Engineering Limited****Balance Sheet as at 31st May 2002**

| <b><u>Fixed assets</u></b>                                | <b><u>Notes</u></b> | <b><u>2002</u></b> | <b><u>2001</u></b> |
|---|---------------------|--------------------|--------------------|
|   |                     | <b>£</b>           | <b>£</b>           |
| Tangible Assets   | 13                  | 14,596             | 27,850             |
| <b><u>Current assets</u></b>                              |                     |                    |                    |
| Work in progress  | 3                   | 31,488             | 12,000             |
| Stock   |                     | 5,500              | 5,000              |
| Debtors   | 5                   | 30,776             | 23,184             |
| Cash at bank/in hand                                      |                     | 73                 | 200                |
|   |                     | 67,837             | 40,384             |
| <b><u>Creditors (within 1 year)</u></b>                   |                     |                    |                    |
| See note  | 6                   | 44,180             | 33,869             |
| <b><u>Net Current Assets Less Current Liabilities</u></b> |                     | 23,657             | 6,515              |
| <b><u>Creditors (over 1 year)</u></b>                     |                     | 0                  | 0                  |
|   |                     | 23,657             | 6,515              |
| <b><u>Net (Liabilities)/Assets</u></b>                    |                     | 38,253             | 34,365             |
|   |                     | =====              | =====              |
| <b><u>Capital and Reserves:</u></b>                       |                     |                    |                    |
| Called up share capital                                   | 4                   | 100                | 100                |
| Profit and loss account                                   | 11                  | 38,153             | 34,265             |
| <b><u>Shareholders funds</u></b>                          |                     | 38,253             | 34,365             |
|   |                     | =====              | =====              |

In approving these financial statements as directors of the company we hereby confirm:-

- that for the year in question the company was entitled to the exemption conferred by section 249A(1) of the Companies Act 1985.
- that no notice has been deposited at the registered office of the company pursuant to section 248B(2) requesting that an audit be conducted for the year ended 31st May 2002 and
- that we acknowledge our responsibilities for:-
  - ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985.
  - preparing accounts will 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 year then ended and which otherwise comply with the provisions of the Companies Act relating to accounts, so far as applicable to the company.

In preparing these Accounts the directors have taken advantage of the exemptions conferred by Section a Part 111 of Schedule 8 to the Companies Act 1985 and have done so on the basis that, in their opinion, the company satisfies the criteria for exemption as a small company.

The account were approved by the Board of Directors on 26th March 2003.

Director: 

**D.J.Roberts (Director)**

The annexed notes form part of these financial statements.

**R'nB Engineering Limited****Notes to the financial statements - 31st May 2002****Note 1:**

These financial statements have been prepared under the historic cost convention and incorporate the results of the principal activity which is described in the Directors Report and which is continuing.

**Note 2:**

Turnover consists of the invoiced value, excluding value added tax, for goods and services supplied to third parties.

**Note 3:**

Work in progress is valued at cost and stocks are valued at the lower of cost or net realisable value and neither contains any overheads.

**Note 4: Deferred Taxation**

The charge for taxation is based on the profit for the year as adjusted for disallowable items. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is probable that a liability or asset will crystallise. Timing differences arise from the inclusion of items of income and expenditure in tax computations in periods different from those in which they are included in the accounts. Provision is made at the rate which is expected to be applied when the liability or asset is expected to crystallise.

**Note 5:****Called up Share Capital:-**

Authorised/Allotted:

Ordinary shares of £1 each, fully paid =

| <u>2002</u> | <u>2001</u> |
|-------------|-------------|
| <u>£</u>    | <u>£</u>    |
| 100         | 100         |
| =====       | =====       |

**Note 6: Creditors (under 1 year)**

|                          | <u>£</u>      | <u>£</u>      |
|--------------------------|---------------|---------------|
| Taxation/Social Security | 5,236         | 1,517         |
| Trade                    | 2,004         | 5,788         |
| Corporation tax          | 7,043         | 6,966         |
| H.M.Customs & Excise     | 13,766        | 12,766        |
| Accrual                  | 1,750         | 800           |
| Bank overdrawn           | 14,381        | 6,032         |
|                          | <u>44,180</u> | <u>33,869</u> |
|                          | =====         | =====         |

The bank overdraft is secured by the directors personal guarantee.

**R'n'B Engineering Limited****Notes to the financial statements year ended 31st May 2002(continued)****Note 7:**

The company operates a defined pension contribution scheme and the pension charge represents the amounts paid by the company to the fund in this financial period: £5,200 (2001 £4,800)

**Note 8:**

The company's profits are chargeable at a corporation tax at the rate of 20%

**Note 9:**

The operating profit is stated after charging/(crediting):-

|                | <u>2002</u><br>£ | <u>2001</u><br>£ |
|----------------|------------------|------------------|
| Directors fees | 12,626           | 11,154           |
| Depreciation   | 13,387           | 13,387           |

**Note 10: Profit and Loss Account:**

|                                    |                        |                        |
|------------------------------------|------------------------|------------------------|
| Balance as at 1st June 2001        | 34,265                 | 31,047                 |
| Results for the year               | 3,888                  | 3,218                  |
| <u>Balance as at 31st May 2002</u> | <u>38,153</u><br>===== | <u>34,265</u><br>===== |

**Note 11:**

The company has taken advantage of the exemption in FRS1 from the requirement to prepare a cash-flow statement on the grounds that it is a small company.

**Note 12: Shareholders Funds:**

|                                    | <u>2002</u><br>£       | <u>2001</u><br>£       |
|------------------------------------|------------------------|------------------------|
| Balance at at 1st June 2001        | 34,365                 | 31,147                 |
| Dividend                           | -40,386                | -33,781                |
| Profit for the year                | 44,274                 | 36,999                 |
| <u>Balance as at 31st May 2002</u> | <u>38,253</u><br>===== | <u>34,365</u><br>===== |

**Note 13: Dividend:**

|                            | <u>2002</u><br>£ | <u>2001</u><br>£ |
|----------------------------|------------------|------------------|
| Interim per ordinary share | 404              | 338              |
|                            | =====            | =====            |

**Notes to the financial statements - 31st May 2002****Note 14:****Fixed Assets:**

|                            | <u>Total</u>  | <u>Plant</u>  | <u>Motor</u>  | <u>Office</u>    |
|----------------------------|---------------|---------------|---------------|------------------|
|                            | <u>£</u>      | <u>£</u>      | <u>Vans</u>   | <u>Equipment</u> |
|                            | <u>£</u>      | <u>£</u>      | <u>£</u>      | <u>£</u>         |
| Cost at 1st June 2001      | 66,936        | 35,960        | 22,000        | 8,976            |
| Disposal                   | 0             | 0             | 0             | 0                |
| Additions                  | 0             | 0             | 0             | 0                |
| <u>At 31st May 2002</u>    | <u>66,936</u> | <u>35,960</u> | <u>22,000</u> | <u>8,976</u>     |
|                            | =====         | =====         | =====         | =====            |
| <b>Depreciation:</b>       |               |               |               |                  |
| At 1st June 2001           | 38,953        | 21,184        | 13,200        | 4,569            |
| Charged                    | 13,387        | 7,192         | 4,400         | 1,795            |
| <u>As at 31st May 2002</u> | <u>52,340</u> | <u>28,376</u> | <u>17,600</u> | <u>6,364</u>     |
|                            | =====         | =====         | =====         | =====            |
| <b>Net Book Value</b>      |               |               |               |                  |
| As at 31st May 2002        | 14,596        | 7,584         | 4,400         | 2,612            |
|                            | =====         | =====         | =====         | =====            |
| As at 31st May 2001        | 27,850        | 14,776        | 8,800         | 4,407            |
|                            | =====         | =====         | =====         | =====            |

Depreciation is charged at rates equivalent to the anticipated life of the asset, upon the straight-line basis.

|                  |     |
|------------------|-----|
| Office equipment | 20% |
| Tools            | 20% |
| Motor vans       | 20% |