

# *The* BUSINESS BASE

accountancy – bookkeeping – payroll

**Preston Insurance Associates Ltd**

**Company Number:**  
**163957**

## **FINANCIAL STATEMENTS**

*- for the year ended -*

**30th June 2002**



Partners: Lesley Peebles Brown & Barbara Young

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VAT REG 553 362448

## **Preston Insurance Associates Ltd**

### **Directors**

Brinley J Williams  
Stuart W Aitchison  
James T Hancock

### **Secretary**

James T Hancock

### **Business Address**

5a Giles Street  
Leith  
Edinburgh  
EH6 6DJ

### **Registered Office**

5a Giles Street  
Leith  
Edinburgh  
EH6 6DJ

### **Accountants**

The Business Base  
36 Market Street  
Haddington  
East Lothian  
EH41 3JE

**Preston Insurance Associates Ltd**  
**INDEX TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED 30th JUNE 2002**

Page

- 4 Report of the directors
- 5 Accountants' report
- 6 Profit and loss account
- 7 Balance sheet
- 9 Notes to the financial statements

**Preston Insurance Associates Ltd**

**REPORT OF THE DIRECTORS**

The directors present their report and the financial statements for the period ended 30th June 2002

**PRINCIPAL ACTIVITIES**

The company's principal activity during the period was that of General Insurance Brokers.

**DIRECTORS AND THEIR INTERESTS**

The directors at the balance sheet date and their interests in the company at that date and at the beginning of the year (or on appointment, if later), were as follows:

<u>Director</u>		<u>Number of Shares</u>	
		<u>2002</u>	<u>2001</u>
Brinley J Williams	Ordinary Shares	40	40
Stuart W Aitchison	Ordinary Shares	20	20
James T Hancock	Ordinary Shares	40	40

**CLOSE COMPANY**

The company is a close company as defined by the Income and Corporation Taxes Act 1988.

**SMALL COMPANY DISCLOSURE**

*In preparing this report, the directors have taken advantage of the special exemptions applicable to small companies on the grounds that the company is small.*

Date: 3.4.03

**By Order of the Board**

**James T Hancock**  
**Secretary**



**Preston Insurance Associates Ltd**

**Accountants' Report to the Shareholders on the Unaudited Financial Statements of  
Preston Insurance Associates Ltd**

As described on pages 1 and 2 you are responsible for the preparation of the accounts and you consider that the company is exempt from an audit. In accordance with your instructions and in order to assist you to fulfill your responsibilities, we have prepared the accounts for the period ended 30 June 2002 on pages 5 to 12 from the accounting records and from the information and explanations supplied to us. We have not carried out an audit.

*The Business Base*  
3.3.03

**Preston Insurance Associates Ltd**

**Profit and Loss Account for the Period Ended**  
**30th June 2002**

	Notes	2002 £	2001 £
<b>TURNOVER</b>	<b>1</b>	123,688	125,374
Cost of sales		<u>986</u>	<u>943</u>
<b>GROSS PROFIT</b>		122,702	124,432
Administrative Expenses		<u>126,796</u>	<u>124,747</u>
<b>OPERATING PROFIT</b>	<b>2 -</b>	4,093	- 315
Interest receivable		-	-
Interest payable		<u>429</u>	<u>898</u>
<b>PROFIT/-LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>	<b>-</b>	4,523	- 1,213
Tax on profit/-loss on ordinary activities		<u>-</u>	<u>522</u>
<b>PROFIT/-LOSS FOR THE FINANCIAL YEAR</b>	<b>9 -</b>	<u>4,523</u>	<u>- 1,736</u>

All of the company's activities were acquired on 7th March 1996

The company has no recognised gains or losses other than those dealt with in the profit and loss account.

The notes on pages 9 to 12 form part of these financial statements.

**Preston Insurance Associates Ltd**

**Balance Sheet as at**  
**30th June 2002**

	Notes	2002		2001	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible Assets	3		-		1,098
<b>CURRENT ASSETS</b>					
Other Debtors		12,176		2,176	
Intangible Assets	4	-		-	
		<u>12,176</u>		<u>2,176</u>	
<b>CREDITORS: Amounts falling due within one year</b>	5	<u>12,339</u>		<u>10,654</u>	
<b>NET CURRENT ASSETS</b>			- 163		- 8,478
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			- 163		- 7,380
<b>CREDITORS: Amounts falling due after more than one year</b>	6		<u>11,741</u>		-
			<u>- 11,904</u>		<u>- 7,380</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	7		100		100
Brought Forward			- 7,481		- 5,745
Profit and loss account	8		- 4,523		- 1,736
			<u>- 11,904</u>		<u>- 7,381</u>

The statements required to be made by the company's directors and the signature required by the Companies Act 1985 are given on the following page.

The notes on pages 9 to 12 form part of these financial statements.

**Preston Insurance Associates Ltd**

**Balance Sheet (continued)**

**30th June 2002**

The directors have taken advantage of the exemption conferred by section 249A(1) not to have these financial statements audited and confirm that no notice has been deposited under section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for ensuring that:

- i. The company keeps accounting records which comply with section 221 of the Companies Act 1985;
- ii. The financial statements give a true and fair view of the state of affairs of the company as at 30th June 2002 and of its profit or loss for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as it is applicable to the company.

In preparing these financial statements, the directors have taken advantage of the special exemptions applicable to small companies on the grounds that the company is small.

The financial statements were approved by the board on

and signed on its behalf by



James T Hancock

Director

The notes on pages 9 to 12 form part of these financial statements.



**Preston Insurance Associates Ltd**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**

**30th June 2002**

**1 ACCOUNTING POLICIES**

**1.1 BASIS OF ACCOUNTING**

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

**1.2 TURNOVER**

Turnover represents the total invoice value of goods sold and services rendered during the period.

**1.3 DEPRECIATION**

Depreciation is provided using the rates to reduce by annual instalments the cost, less estimated residual value, of the tangible assets over their estimated useful lives:

Plant and Machinery	25% Straight Line
Fixtures and Fittings	25% Straight Line
Motor Vehicles	25% Straight Line

**1.4 STOCKS**

Stocks are valued at the lower of cost and net realisable value.

Net realisable value is based on estimated selling price less further costs to completion and disposal.

**1.5 DEFERRED TAXATION**

Deferred taxation is provided where there is a reasonable probability of the amount becoming payable in the foreseeable future.

**1.6 LEASING AND HIRE PURCHASE**

Assets acquired under finance leases or hire purchase contracts are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Finance charges and interest are taken to the profit and loss account in constant proportion to the remaining balance of capital repayments of net obligations outstanding.

Rentals payable under operating leases are taken to the profit and loss account on a straight line basis.

**2 OPERATING PROFIT**

The operating profit is stated after charging:

Depreciation

Amortisation of Goodwill

<b>2002</b>	<b>2001</b>
<b>£</b>	<b>£</b>
1,098	4,631
-	4,277
<u>1,098</u>	<u>8,908</u>

**Preston Insurance Associates Ltd**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**30th June 2002**

	<b>2002 Plant and Machinery etc £</b>	<b>2001 Plant and Machinery etc £</b>
<b>3 TANGIBLE ASSETS</b>		
<u>Cost</u>		
1st July 2001	18,524	17,629
Additions	-	894
	<hr/>	<hr/>
30th June 2002	18,524	18,524
	<hr/>	<hr/>
<u>Depreciation</u>		
1st July 2001	17,425	12,794
Charge for year	1,099	4,631
	<hr/>	<hr/>
30th June 2002	18,524	17,425
	<hr/>	<hr/>
<u>Net book value at</u>		
<u>30th June 2002</u>	<hr/> <hr/> 0	<hr/> <hr/> 1,099
<b>4 INTANGIBLE ASSETS</b>		
Goodwill	17,110	17,110
Amortisation of Goodwill	- 17,110	- 17,110
Net value at 30th June 2002	<hr/> -	<hr/> -

**Preston Insurance Associates Ltd**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**30th June 2002**

<b>5 CREDITORS: Amounts falling due within one year</b>	<b>2002 £</b>	<b>2001 £</b>
Bank overdrafts	7,610	7,026
Trade creditors	-	-
Other creditors	4,729	3,628
	<u>12,339</u>	<u>10,654</u>
<b>6 CREDITORS: Amounts falling due after more than one year</b>	<b>2002 £</b>	<b>2001 £</b>
Directors' Loans	-	-
Other creditors	11,741	-
	<u>11,741</u>	<u>-</u>
<b>7 SHARE CAPITAL</b>	<b>2002 £</b>	<b>2001 £</b>
<u>Authorised</u>		
Equity Interests:		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
<u>Allotted, called up and fully paid</u>		
Equity Interests:		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

**Preston Insurance Associates Ltd**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**30th June 2002**

**8 PROFIT AND LOSS ACCOUNT**

	<b>2002</b>		<b>2001</b>
	<b>£</b>		<b>£</b>
Accumulated losses at 1st July 2001	- 7,481	-	5,745
Profit/(Loss) for the financial year	- 4,523	-	1,736
Accumulated Losses at 30th June 2002	- 12,004	-	7,481