

COMPANY NUMBER 01298649

C. REES AND SONS (PLANT HIRE) LIMITED

ANNUAL REPORT

FOR THE YEAR ENDED 31ST MARCH, 1994

(FULL ADVANTAGE TAKEN OF EXEMPTIONS AVAILABLE
TO SMALL COMPANIES)



C. REES AND SONS (PLANT HIRE) LIMITED

FINANCIAL ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH, 1994

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C. REES AND SONS (PLANT HIRE) LIMITED

REPORT OF THE DIRECTORS

FOR THE YEAR ENDED 31ST MARCH, 1994

The directors submit their report, together with the financial statements of the Company for the year ended 31st March, 1994.

PRINCIPAL ACTIVITIES

The principal activity of the Company during the year were Farming and Plant Hire. Opencast mining was also commenced during the year on the Company's property.

DIRECTORS

The following were directors during the year and their interests as defined by the Companies Act in the Shares of the Company at the beginning and end of the year were:-

	<u>NUMBER OF ORDINARY SHARES</u> <u>OF £1. EACH</u>	
	<u>1994</u>	<u>1993</u>
C. T. Rees Esq.	33	33
M. Rees Esq.	33	33

SMALL COMPANY

Advantage has been taken in the preparation of this report, of the special exemptions applicable to Small Companies.

.....*M. Rees*.....
BY ORDER OF THE BOARD
M. REES
SECRETARY

31st December, 1994

C. REES AND SONS (PLANT HIRE) LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES - FINANCIAL,
STATEMENTS AND INTERNAL CONTROL

The directors are required by the Companies Act 1985 and other regulations to prepare financial statements which give a true and fair view of the state of affairs of the Company at the end of each financial year and of its profit/(loss) for the year. In preparing the financial statements, the directors ensure that appropriate accounting policies have been adopted and applied consistently, that applicable accounting standards have been followed and that reasonable and prudent judgements have been made.

The directors are responsible for ensuring that an appropriate system of internal control is in operation to provide them with reasonable assurance that the assets of the Company are properly safeguarded and that fraud and other irregularities will be prevented and detected.

..... *M. Rees*
BY ORDER OF THE BOARD

Gelliugog Uchaf Farm,
Rhydyfro,
West Glamorgan.

31st December, 1994

C. REES AND SONS (PLANT HIRE) LIMITED

REPORT UNDER S249A(2) OF THE
COMPANIES ACT 1985 YEAR ENDED 31ST DECEMBER, 1994

Accountant's report to the shareholders of C. Rees and Sons (Plant Hire) Limited:-

I have examined without carrying out an audit, the accounts for the year ended 31st March, 1994 set out on Pages 4 to 9.

Respective responsibility of directors and reporting accountant.

As described on Page 2, the Company's directors are responsible for the preparation of the accounts and they believe that the Company is exempt from an Audit. The accounts have been prepared on the going concern basis which is dependent upon the continued support of the Company's bankers and creditors. 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 for 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 purpose of this report.

The examination was not an audit conducted in accordance with 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:

1. The accounts are in agreement with those accounting records kept by the Company under Section 221 of the Companies Act 1985;
2. 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
3. Having regard only to, and on the basis of, the information contained in those accounting records, the Company satisfied the conditions for exemption from an audit of the accounts for the year specified in Section 249A(4) of the Act 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) (a) to (f).

D. J. Lewis
Chartered accountant

.....
23 Heol Eglwys,
Ystradgynlais,
Swansea Valley.
SA9 1EY

31st December, 1994

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C. REES AND SONS (PLANT HIRE) LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST MARCH, 1994

	<u>NOTES</u>	<u>1994</u>	<u>1993</u>
Turnover	1	178,182	11,594
Cost of Sales		<u>9,688</u>	<u>891</u>
GROSS PROFIT		168,494	10,703
Administrative Expenses		60,785	15,028
Distribution Costs		3,815	-
Interest Payable	2	<u>26,862</u>	<u>33,847</u>
		<u>91,462</u>	<u>48,875</u>
Profit/(Loss) on ordinary activities before taxation	3	77,032	(38,172)
Tax on Profit/(Loss) on ordinary activities	4	-	-
Profit/(Loss) for the financial year		<u>£ 77,032</u>	<u>£ (38,172)</u>

There are no gains or losses other than the profit/(loss) for the above two financial years.

During the year the Company commenced an open-cast operation on its property. No other activities were acquired or discontinued during the above two financial years.

The Notes on Pages 7 to 9 form an integral part of these accounts.

C. REES AND SONS (PLANT HIRE) LIMITED

BALANCE SHEET AS AT 31ST MARCH, 1994

<u>1993</u>	<u>FIXED ASSETS</u>	<u>NOTES</u>	
21,077	Tangible Assets	5	41,002
	<u>CURRENT ASSETS</u>		
21,674	Stocks		22,524
-	Local Authority Bond		5,400
1,140	Debtors	6	2,500
			<u>30,424</u>
22,814			
258,852	<u>CREDITORS</u> - amounts falling due within one year		209,355
			<u>(178,931)</u>
(236,038)			
			<u>£ (137,929)</u>
			<u>£ (214,961)</u>
	<u>CAPITAL AND RESERVES</u>		
66	Called Up Share Capital	8	66
(215,027)	Profit and Loss Account	9	(137,995)
			<u>£ (137,929)</u>
£ (214,961)			<u>£ (214,961)</u>

The Notes on Pages 7 to 9 form an integral part of these accounts

C. REES AND SONS (PLANT HIRE) LIMITED

DIRECTORS' STATEMENT ON THE BALANCE SHEET
AS AT 31ST MARCH, 1994

The Financial Statements were approved by the Board of Directors on 31st December, 1994.

For the year in question, the Company was entitled to exemption from an audit under Section 249A(2) of the Companies Act 1985. No notice has been deposited under Section 249B(2) of the Act in relation to the accounts for the financial year. The directors acknowledge their responsibilities for:

- (a). Ensuring that the Company keeps accounting records which comply with Section 221 of the Companies Act 1985; and
- (b). Preparing accounts 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 of the Companies Act 1985, and which otherwise comply with the requirements of that Act relating to accounts, so far as applicable to the Company.

Advantage has been taken, in the preparation of the accounts, of special exemptions applicable to small companies on the grounds that, in the directors' opinion, the Company qualifies as a small company under Section 246 and Section 247 of the Companies Act 1985.

M. Rees DIRECTOR

C. Y. Rees DIRECTOR

31st December, 1994

C. REES AND SONS (PLANT HIRE) LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH, 1994

1. ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The accounts have been prepared under the historical cost accounting convention and in accordance with applicable Accounting Standards.

TURNOVER

Turnover is the total amount, excluding value added tax, receivable by the Company for goods sold and services provided.

DEPRECIATION

Depreciation is calculated to write down the cost of assets by equal amounts over their expected useful lives. The expected useful lives of the assets have been taken as:-

Motor Vehicles	5 Years
Fixtures and Equipment	4 Years

No depreciation has been provided on Freehold Property

STOCKS

Stocks are valued at the lower of cost and net realisable value. Net realisable value is the price at which stocks can be sold in the normal course of business after allowing for cost of realisation. Provision is made where necessary for slow moving and defective stocks.

DEFERRED TAXATION

No provision is made for deferred taxation arising due to timing differences between profits as computed for taxation purposes and profits as stated in the accounts. This is on the grounds that the Company is a going concern and the directors do not foresee that a liability is likely to arise as a result of timing differences for some considerable period (at least three years) ahead. There is also no indication that after this period the situation is likely to change. Timing differences are primarily due to the excess of tax allowances on tangible assets over the corresponding depreciation charged in the accounts.

2. INTEREST PAYABLE

	<u>1994</u>	<u>1993</u>
Bank loans repayable within 5 years	£ 26,862	£ 33,847
	<u> </u>	<u> </u>

C. REES AND SONS (PLANT HIRE) LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH, 1994

3. PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION 1994 1993

The Profit/(Loss) is stated after charging:-

Depreciation	9,733	277
Directors Emoluments	12,200	850
Auditor's Remuneration	-	700
Accountancy	1,730	-
	<u> </u>	<u> </u>

and Crediting:-

Bank Interest Received	68	2
Profit on Sale of Fixed Assets	916	-
	<u> </u>	<u> </u>

4. TAXATION

The tax charge on the Profits/(Loss) on Ordinary Activities was as follows:-

The Company has no liability to Corporation Tax for the year ended 31st March, 1994 as a result of losses incurred which are available to be carried forward against future profits.

5. <u>TANGIBLE ASSETS</u>	<u>TOTAL</u>	<u>FREEHOLD PROPERTY</u>	<u>MOTOR VEHICLES</u>	<u>PLANT AND EQUIPMENT</u>
At Cost 1st April, 1993	85,170	18,250	27,737	39,183
Additions during year	30,942	-	3,650	27,292
Disposals during year	(57,489)	-	(26,347)	(31,142)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At Cost 31st March, 1994	£ 58,623	18,250	5,040	35,333
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Depreciation as at 1st April, 1993	64,093	-	27,122	36,971
Charge in Year	9,733	-	900	8,833
Depreciation on Disposals	(56,205)	-	(26,013)	(30,192)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Depreciation as at 31st March, 1994	£ 17,621	-	2,009	15,612
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net Book Value 31st March, 1994	£ 41,002	18,250	3,031	19,721
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net Book Value 31st March, 1995	£ 21,077	18,250	615	2,212
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

C. REES AND SONS (PLANT HIRE) LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH, 1994

6. <u>DEBTORS</u>	<u>1994</u>	<u>1993</u>
Amounts falling due within one year:-		
Trade Debtors	£ 2,500	£ 1,140
	<u> </u>	<u> </u>
7. <u>CREDITORS</u>		
Amounts falling due within one year:-		
Bank Overdraft (Secured - see below)	200,198	251,128
Other Creditors	9,157	7,724
	<u> </u>	<u> </u>
	£ 209,355	£ 258,852
	<u> </u>	<u> </u>
The Bank Overdraft is secured by a Fixed and Floating Charge over the other assets and related undertakings of the Company.		
8. <u>CALLED UP SHARE CAPITAL</u>	<u>ORDINARY SHARES OF £1 EACH</u>	
Authorised	25,000	25,000
	<u> </u>	<u> </u>
Allotted, Issued and Fully Paid	66	66
	<u> </u>	<u> </u>
9. <u>PROFIT AND LOSS ACCOUNT</u>		
Deficit as at 31st March, 1993	(215,027)	(176,855)
<u>ADD:</u> Retained Profit/(Loss) for the year	<u>77,032</u>	<u>(38,172)</u>
Deficit as at 31st March, 1994	£ (137,995)	£ (215,027)
	<u> </u>	<u> </u>

C. REES AND SONS (PLANT HIRE) LIMITED

TRADING AND PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST MARCH, 1994

<u>1993</u>			
11,594	Sales, Subsidies and Work Done		74,003
21,562	<u>ADD:</u> Stock at 31st March, 1994		<u>22,056</u>
33,156			96,058
-	Compensation received from Electricity Board		<u>104,179</u>
33,156			200,237
-	<u>LESS:</u> Livestock Purchases	3,164	
1,491	Foodstuffs and Fertilizers	7,017	
20,962	Stock at 31st March, 1993	<u>21,562</u>	
22,453			31,743
10,703	GROSS PROFIT		<u>168,494</u>
850	<u>LESS:</u> Directors Emoluments	12,200	
334	Repairs and Renewals	1,095	
-	Haulage	3,815	
22	Veterinary Fees and Medicines	505	
-	Plant Hire	3,088	
4,443	Machinery and Vehicle Running Costs	21,769	
-	Protective Clothing	112	
255	Rates	264	
-	Printing and Stationery	108	
218	Light, Heat and Power	417	
507	Telephone and Postage	1,590	
1,370	Insurance	5,049	
188	Sundry Trade Expenses	1,130	
33,847	Bank Interest and Charges	26,862	
5,285	Survey and Planning Costs	-	
-	Royalties	2,979	
581	Accountancy and Bookkeeping	1,730	
700	Auditor's Remuneration	-	
277	Depreciation	<u>9,733</u>	
48,877			92,446
(38,174)			<u>76,048</u>
2	<u>ADD:</u> Deposit Account Interest Received	68	
-	Profit on Sale of Fixed Assets	<u>916</u>	
£ (38,172)	TRADING PROFIT FOR THE YEAR (1993 - LOSS)		<u>£ 77,032</u>