

Accountants and business advisors

ERIC DINES CONTRACT FLOORING LIMITED

Company Number: 2219563

ANNUAL REPORT

YEAR ENDED 31 OCTOBER 2004



ERIC DINES CONTRACT FLOORING LIMITED

COMPANY INFORMATION

Directors	N C Dines Mrs S M Dines J R Dines
Secretary	Mrs S M Dines
Company Number	2219563
Registered Office	Bridge House 4 Derby Road Ipswich Suffolk IP3 8DD
Accountants	PKF 16 The Havens Ransomes Europark Ipswich Suffolk IP3 9SJ

ERIC DINES CONTRACT FLOORING LIMITED

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ERIC DINES CONTRACT FLOORING LIMITED

DIRECTORS' REPORT YEAR ENDED 31 OCTOBER 2004

The directors submit their report and the financial statements for the year ended 31 October 2004.

Principal activity

The principal activity of the company was that of contract flooring.

Directors

The directors who served during the year and their interests in the company's issued share capital at the balance sheet date and at the start of the year (or date of appointment, if later) were:

	Ordinary Shares of £1 each	
	2004	2003
N C Dines	51	51
Mrs S M Dines	33	33
J R Dines	15	15

During the year, no right to subscribe to shares or debentures in the company was granted or exercised by any of the company's director's.

Basis of preparation

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

By order of the board



Mrs S M Dines
Secretary

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF
DIRECTORS ON THE UNAUDITED FINANCIAL STATEMENTS OF
ERIC DINES CONTRACT FLOORING LIMITED**

In accordance with the engagement letter dated 10 May 2004, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company for the year ended 31 October 2004 which comprise a Profit and Loss Account, Balance Sheet, and related notes from the accounting records and information and explanations you have given to us.

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet for the year ended 31 October 2004 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

PKF

PKF
Ipswich, UK
5 May 2005

ERIC DINES CONTRACT FLOORING LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 OCTOBER 2004

	Notes	2004 £	2003 £
TURNOVER		1,473,896	962,325
Cost of sales		<u>(871,948)</u>	<u>(672,193)</u>
GROSS PROFIT		601,948	290,132
Administrative expenses		<u>(317,979)</u>	<u>(163,193)</u>
OPERATING PROFIT	2	283,969	126,939
Interest receivable and similar income		<u>3,142</u>	<u>4,445</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		287,111	131,384
TAXATION	4	<u>(56,905)</u>	<u>(24,715)</u>
PROFIT FOR THE FINANCIAL YEAR		230,206	106,669
DIVIDENDS		<u>(48,193)</u>	<u>(73,123)</u>
		<u>182,013</u>	<u>33,546</u>

ERIC DINES CONTRACT FLOORING LIMITED

BALANCE SHEET 31 OCTOBER 2004

	Notes	2004 £	2003 £
FIXED ASSETS			
Tangible	5	616,629	37,234
CURRENT ASSETS			
Stocks	6	14,000	18,780
Debtors	7	269,404	217,652
Cash at bank and in hand		198,935	235,543
		<u>482,339</u>	<u>471,975</u>
CREDITORS: amounts falling due within one year	8	(310,455)	(100,404)
NET CURRENT ASSETS		<u>171,884</u>	<u>371,571</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>788,513</u>	<u>408,805</u>
CREDITORS: amounts falling due after more than one year	9	(198,000)	-
NET ASSETS		<u>590,513</u>	<u>408,805</u>
CAPITAL AND RESERVES			
Called up share capital	10	99	99
Profit and loss account	11	590,414	408,706
		<u>590,513</u>	<u>408,805</u>

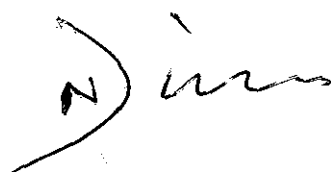
The company is entitled to the exemption from audit conferred by subsection 1 of section 249A of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the year in question in accordance with subsection (2) of section 249B.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company 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.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Act relating to small companies.

The financial statements were approved by the board on 5th May 2005..

Signed on behalf of the board of directors

 Director

ERIC DINES CONTRACT FLOORING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 OCTOBER 2004

1 ACCOUNTING POLICIES

(a) Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

(b) Turnover

Turnover comprises the value of goods and services sold net of VAT and is recognised in the profit and loss account in the month in which the transaction took place.

(c) Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Vehicles, furniture & equipment	25 % Reducing balance
Buildings	2 % Straight line

(d) Finance leases and hire purchase

Assets acquired under finance leases or hire purchase are treated as tangible fixed assets and depreciation is provided accordingly. The present value of future rentals is shown as a liability and the interest element of rental obligations is charged to the profit and loss account over the period of the lease.

(e) Stocks and work in progress

Stocks and work in progress are stated at the lower of cost and net realisable value. Cost is determined on a first in first out basis, and includes all direct costs incurred and attributable production overheads. Net realisable value is based on estimated selling price allowing for all further costs of completion and disposal.

(f) Pensions

The company operates a defined contribution pension scheme and the pension charge in the profit and loss account represents the amounts payable by the company to the fund in respect of the year.

2 OPERATING PROFIT

The operating profit is stated after charging:

	2004 £	2003 £
Depreciation of tangible fixed assets:		
- owned by the company	23,600	12,412
Pension cost	17,246	17,722
	<u> </u>	<u> </u>

ERIC DINES CONTRACT FLOORING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 OCTOBER 2004

3 DIRECTORS' EMOLUMENTS AND BENEFITS

	2004 £	2003 £
Aggregate of directors' emoluments and other benefits as defined in paragraph 1 of Sch 6 to the Companies Act 1985	<u>146,872</u>	<u>55,649</u>
The number of directors accruing benefits under pension schemes were:		
	No	No
Defined benefit schemes	<u>3</u>	<u>3</u>

4 TAXATION

	2004 £	2003 £
Current year taxation		
UK corporation tax	56,958	24,715
Adjustments in respect of previous periods	(53)	-
	<u>56,905</u>	<u>24,715</u>

5 TANGIBLE FIXED ASSETS

	Buildings £	Vehicles, furniture & equipment £	Total £
Cost			
At 1 November 2003	-	105,431	105,431
Additions	553,563	49,432	602,995
At 31 October 2004	<u>553,563</u>	<u>154,863</u>	<u>708,426</u>
Depreciation			
At 1 November 2003	-	68,197	68,197
Charge for the year	5,487	18,113	23,600
At 31 October 2004	<u>5,487</u>	<u>86,310</u>	<u>91,797</u>
Net book amount			
At 31 October 2004	<u>548,076</u>	<u>68,553</u>	<u>616,629</u>
At 31 October 2003	<u>-</u>	<u>37,234</u>	<u>37,234</u>

ERIC DINES CONTRACT FLOORING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 OCTOBER 2004

6 STOCKS

	2004	2003
	£	£
Stocks	14,000	18,780
	<u>14,000</u>	<u>18,780</u>

7 DEBTORS

	2004	2003
	£	£
Trade debtors	257,570	211,982
Other debtors	11,834	5,670
	<u>269,404</u>	<u>217,652</u>

8 CREDITORS:

Amounts falling due within one year

	2004	2003
	£	£
Bank loans and overdrafts	14,667	-
Trade creditors	72,131	48,442
Corporation tax	56,958	24,768
Other taxation and social security	65,917	21,155
Net obligations under finance lease and hire purchase contracts	438	-
Other creditors	100,344	6,039
	<u>310,455</u>	<u>100,404</u>

Finance lease and hire purchase creditors are secured on the assets concerned.

9 CREDITORS:

Amounts falling due after more than one year

	2004	2003
	£	£
Bank loans	198,000	-
	<u>198,000</u>	<u>-</u>

Included within creditors above are amounts falling due after more than five years as follows:

	2004	2003
	£	£
Bank loans	139,333	-
	<u>139,333</u>	<u>-</u>

The above loan is secured on the property to which it relates.

ERIC DINES CONTRACT FLOORING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 OCTOBER 2004

10 SHARE CAPITAL

	Authorised £	Allotted, called up and fully paid No	£
At 1 November 2003 and 31 October 2004 Ordinary shares of £1 each	100	99	99
	<u> </u>	<u> </u>	<u> </u>

11 RESERVES

Profit and loss account	£
At 1 November 2003	408,706
Profit for the year	230,206
Dividends	(48,193)
Prior year adjustment	(305)
At 31 October 2004	<u>590,414</u>

12 TRANSACTIONS WITH RELATED PARTIES

Included within debtors is a loan of £281 (2003 - £NIL) to Mrs S Dines a director. The maximum amount outstanding during the year was £281.

Included within other creditors is £278 (2003 - £1,604) due to N Dines, who is also a Director.

13 PENSION COSTS

The company operates a defined contribution pension scheme, the assets of which are held separately from those of the company in an independently administered fund.

14 CONTROLLING PARTIES

The company is controlled by N C Dines.

ERIC DINES CONTRACT FLOORING LIMITED
DETAILED TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 OCTOBER 2004

	2004		2003	
	£	£	£	£
Turnover		1,473,896		962,325
Cost of sales				
Opening stock	18,780		24,285	
Purchases	641,345		470,838	
Wages	225,823		195,850	
Closing stock	(14,000)		(18,780)	
		<u>871,948</u>		<u>672,193</u>
Gross profit		<u>601,948</u>		<u>290,132</u>
Interest received		3,142		4,445
Expenses				
Employment	207,292		76,482	
Establishment	21,285		12,536	
Administration	84,117		73,161	
Financial	5,285		1,014	
		<u>317,979</u>		<u>163,193</u>
Net profit for the year		<u><u>287,111</u></u>		<u><u>131,384</u></u>

This page does not form part of the financial statements.

ERIC DINES CONTRACT FLOORING LIMITED
DETAILED TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 OCTOBER 2004

	2004		2003	
	£	£	£	£
Employment				
Directors remuneration	119,639		21,800	
Wages	70,407		36,960	
Pension	17,246		17,722	
	<hr/>		<hr/>	
		207,292		76,482
Establishment				
Light and heat	2,245		990	
Rates and water	13,411		5,073	
Insurance	5,629		6,473	
	<hr/>		<hr/>	
		21,285		12,536
Administration costs				
Telephone and fax	4,733		4,140	
Postage and stationery	3,537		2,648	
Advertising	4,556		5,123	
Sundry expenses	5,561		6,447	
Hire of equipment	2,244		2,352	
Cleaning and laundry	321		169	
Accountancy	3,740		2,250	
Legal and professional fees	500		-	
Computer expenses	199		-	
Motor expenses	32,077		36,092	
Repairs and renewals	2,580		2,114	
Insurance	209		-	
Entertaining	121		-	
Travel and subsistence	139		108	
Depreciation	23,600		12,412	
Disposal of assets	-		(694)	
	<hr/>		<hr/>	
		84,117		73,161

This page does not form part of the financial statements.

ERIC DINES CONTRACT FLOORING LIMITED
DETAILED TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 OCTOBER 2004

	2004		2003	
	£	£	£	£
Financial				
Mortgage interest	3,577		-	
Bank charges	1,708		1,014	
		5,285		1,014
		<u>317,979</u>		<u>163,193</u>

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