

**REPORT OF THE DIRECTOR AND  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JULY 2001  
FOR  
BCM SCAFFOLDING SERVICES LIMITED**



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**BCM SCAFFOLDING SERVICES LIMITED**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 31 JULY 2001**

**DIRECTOR:** B Riley

**SECRETARY:** F Shaw

**REGISTERED OFFICE:** Rooms 405-410, Radnor House  
93-97 Regent Street  
London W1R 7TD

**REGISTERED NUMBER:** 02478838 (England and Wales)

**AUDITORS:** Cooper Hathaway  
Radnor House  
93-97 Regent Street  
London W1B 4ES

**REPORT OF THE DIRECTOR  
FOR THE YEAR ENDED 31 JULY 2001**

The director presents his report with the financial statements of the company for the year ended 31 July 2001.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of providing scaffolding services.

**DIRECTOR**

B Riley was the sole director during the year under review.

His beneficial interest in the issued share capital of the company was as follows:

	<b>31.7.01</b>	<b>1.8.00</b>
Ordinary £1 shares	30	30

**CREDITOR PAYMENT POLICY**

The company does not have a standard or code which deals specifically with the payment of creditors. The company seeks to agree the terms of payment with the supplier and then pay in accordance with the agreed terms.

Trade creditors days of the company at 31 July 2001 were 20 days, based on the ratio of company trade creditors at the end of the period to the amounts invoiced during the period by trade creditors.

**STATEMENT OF DIRECTOR'S RESPONSIBILITIES**

Company law requires the director 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 or loss of the company for that period. In preparing those financial statements, the director is required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

**AUDITORS**

The auditors, Cooper Hathaway, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

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

**ON BEHALF OF THE BOARD:**

  
- DIRECTOR

Dated: 19.11.01

**BCM SCAFFOLDING SERVICES LIMITED**

**REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF  
BCM SCAFFOLDING SERVICES LIMITED**

We have audited the financial statements of BCM SCAFFOLDING SERVICES LIMITED for the year ended 31 July 2001 on pages four to ten. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

**Respective responsibilities of director and auditors**

As described on page two the company's director is responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Report of the Director is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding director's remuneration and transactions with the company is not disclosed.

We read the Report of the Director and consider the implications for our report if we become aware of any apparent misstatements within it.

**Basis of audit opinion**

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the director in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 July 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Cooper Hathaway  
Radnor House  
93-97 Regent Street  
London W1B 4ES

*Cooper Hathaway*

Dated:

*20th November 2001*

**BCM SCAFFOLDING SERVICES LIMITED**

**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 JULY 2001**

		31.7.01	31.7.00
	Notes	£	£
<b>TURNOVER</b>		1,475,034	1,425,575
Cost of sales		775,664	730,854
<b>GROSS PROFIT</b>		699,370	694,721
Administrative expenses		588,659	580,614
<b>OPERATING PROFIT</b>	2	110,711	114,107
Interest receivable and similar income		1,227	-
		111,938	114,107
Interest payable and similar charges	3	7	1,659
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		111,931	112,448
Tax on profit on ordinary activities	4	29,963	29,004
<b>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		81,968	83,444
Retained profit brought forward		290,506	207,062
<b>RETAINED PROFIT CARRIED FORWARD</b>		<u>£372,474</u>	<u>£290,506</u>

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the current and previous years.

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES  
FOR THE YEAR ENDED 31 JULY 2001

	31.7.01	31.7.00
	£	£
<b>PROFIT FOR THE FINANCIAL YEAR</b>	81,968	83,444
Revaluation of scaffolding	—	—
<b>TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR</b>	<u>£81,968</u>	<u>£83,444</u>

NOTE OF HISTORICAL COST PROFITS AND LOSSES  
FOR THE YEAR ENDED 31 JULY 2001

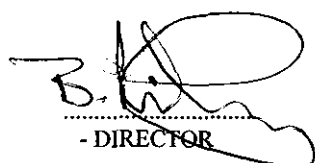
	31.7.01	31.7.00
	£	£
<b>REPORTED PROFIT</b>		
<b>ON ORDINARY ACTIVITIES BEFORE TAXATION</b>	111,931	112,448
Revaluation of scaffolding	—	—
<b>HISTORICAL COST PROFIT</b>		
<b>ON ORDINARY ACTIVITIES BEFORE TAXATION</b>	<u>£111,931</u>	<u>£112,448</u>
<b>Historical cost profit for the year retained after taxation</b>	<u>£81,968</u>	<u>£83,444</u>

**BCM SCAFFOLDING SERVICES LIMITED**
**BALANCE SHEET  
31 JULY 2001**

		31.7.01		31.7.00	
	Notes	£	£	£	£
<b>FIXED ASSETS:</b>					
Tangible assets	5		523,516		509,391
<b>CURRENT ASSETS:</b>					
Stocks	6	165,917		134,100	
Debtors	7	119,176		138,640	
Cash at bank and in hand		40,849		312	
		325,942		273,052	
<b>CREDITORS: Amounts falling due within one year</b>	8	172,132		187,085	
<b>NET CURRENT ASSETS:</b>			153,810		85,967
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>			677,326		595,358
<b>CREDITORS: Amounts falling due after more than one year</b>	9		30,000		30,000
			<u>£647,326</u>		<u>£565,358</u>
<b>CAPITAL AND RESERVES:</b>					
Called up share capital	11		90		90
Revaluation reserve	12		274,762		274,762
Profit and loss account			372,474		290,506
<b>SHAREHOLDERS' FUNDS:</b>	13		<u>£647,326</u>		<u>£565,358</u>

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

**ON BEHALF OF THE BOARD:**

  
- DIRECTOR

Approved by the Board on 19/11/01

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JULY 2001

1. ACCOUNTING POLICIES

**Accounting convention**

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

**Financial Reporting Standard Number 1**

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

**Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Scaffolding	- 15% on reducing balance
Plant and machinery etc	- 15% on reducing balance and 25% on reducing balance

**Stocks**

Work in progress is valued at the lower of cost and net realisable value.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

**Deferred taxation**

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the director, there is reasonable probability that the liability will not arise in the foreseeable future.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

2. OPERATING PROFIT

The operating profit is stated after charging:

	31.7.01	31.7.00
	£	£
Depreciation - owned assets	105,378	94,967
Depreciation - assets on hire purchase contracts or finance leases	-	7,507
Auditors' remuneration	5,550	5,000
	<u>37,723</u>	<u>41,350</u>
Director's emoluments and other benefits etc		

3. INTEREST PAYABLE AND SIMILAR CHARGES

Interest payable and similar charges includes the following:

	31.7.01	31.7.00
	£	£
Hire purchase	-	229
	<u>-</u>	<u>229</u>



NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JULY 2001

4. TAXATION

The tax charge on the profit on ordinary activities for the year was as follows:

	31.7.01	31.7.00
	£	£
UK corporation tax	29,963	32,402
Under provision in previous year	-	(3,398)
	<u>29,963</u>	<u>29,004</u>

UK corporation tax was charged at 20.21% in 2000.

5. TANGIBLE FIXED ASSETS

	Scaffolding	Plant and machinery etc	Totals
	£	£	£
<b>COST:</b>			
At 1 August 2000	726,985	254,576	981,561
Additions	-	119,503	119,503
At 31 July 2001	<u>726,985</u>	<u>374,079</u>	<u>1,101,064</u>
<b>DEPRECIATION:</b>			
At 1 August 2000	297,796	174,374	472,170
Charge for year	64,378	41,000	105,378
At 31 July 2001	<u>362,174</u>	<u>215,374</u>	<u>577,548</u>
<b>NET BOOK VALUE:</b>			
At 31 July 2001	<u>364,811</u>	<u>158,705</u>	<u>523,516</u>
At 31 July 2000	<u>429,189</u>	<u>80,202</u>	<u>509,391</u>

Fixed assets, included in the above, which are held under hire purchase contracts or finance leases are as follows:

	Plant and machinery etc
	£
<b>COST:</b>	
At 1 August 2000	75,763
Transferred to ownership	(75,763)
At 31 July 2001	-
<b>DEPRECIATION:</b>	
At 1 August 2000	53,244
Transferred to ownership	(53,244)
At 31 July 2001	-
<b>NET BOOK VALUE:</b>	
At 31 July 2001	-
At 31 July 2000	<u>22,519</u>

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JULY 2001

6.	<b>STOCKS</b>	31.7.01	31.7.00
		£	£
	Work in progress	<u>165,917</u>	<u>134,100</u>
7.	<b>DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>	31.7.01	31.7.00
		£	£
	Trade debtors	86,691	94,925
	Other debtors	-	18,550
	Prepayments & accrued income	<u>32,485</u>	<u>25,165</u>
		<u>119,176</u>	<u>138,640</u>
8.	<b>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>	31.7.01	31.7.00
		£	£
	Bank loans and overdrafts (see note 10)	24,979	25,906
	Trade creditors	43,133	45,547
	V.A.T.	27,531	29,753
	Social security & other taxes	12,079	14,217
	Taxation	29,965	32,402
	Accrued expenses	<u>34,445</u>	<u>39,260</u>
		<u>172,132</u>	<u>187,085</u>
9.	<b>CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</b>	31.7.01	31.7.00
		£	£
	Bank loans (see note 10)	<u>30,000</u>	<u>30,000</u>
	The bank loan and overdraft are secured by way of a mortgage debenture dated 23 August 1993 over the assets of the company.		
10.	<b>LOANS AND OVERDRAFTS</b>		
	An analysis of the maturity of loans and overdrafts is given below:		
		31.7.01	31.7.00
		£	£
	Amounts falling due within one year or on demand:		
	Bank overdrafts	<u>24,979</u>	<u>25,906</u>
	Amounts falling due between one and two years:		
	Bank loans	<u>30,000</u>	<u>30,000</u>

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JULY 2001

10. **LOANS AND OVERDRAFTS - continued**

The bank loan and overdraft are secured by way of:

- i. mortgage debenture dated 23 August 1993 over the assets of the company;
- ii. guarantee dated 26 January 2001 for £100,000 from Peter Commane;
- iii. guarantee dated 26 January 2001 for £100,000 from Barry Riley.

11. **CALLED UP SHARE CAPITAL**

Authorised:				
Number:	Class:	Nominal value:	31.7.01	31.7.00
			£	£
100,000	Ordinary	£1	100,000	100,000
			<u>          </u>	<u>          </u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.7.01	31.7.00
			£	£
90	Ordinary	£1	90	90
			<u>      </u>	<u>      </u>

12. **REVALUATION RESERVE**

	31.7.01	31.7.00
	£	£
Revaluation of scaffolding	274,762	274,762
	<u>          </u>	<u>          </u>

13. **RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	31.7.01	31.7.00
	£	£
Profit for the financial year	81,968	83,444
	<u>          </u>	<u>          </u>
Net addition to shareholders' funds	81,968	83,444
Opening shareholders' funds	565,358	481,914
	<u>          </u>	<u>          </u>
Closing shareholders' funds	647,326	565,358
	<u>          </u>	<u>          </u>
Equity interests	647,326	565,358
	<u>          </u>	<u>          </u>