

NATIONWIDE CHIMNEY COMPONENTS LIMITED

DIRECTORS' REPORT AND ACCOUNTS

FOR THE YEAR ENDED

31 MAY 2006

**Company No. 4351878
(England and Wales)**

TUESDAY



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NATIONWIDE CHIMNEY COMPONENTS LIMITED

**DIRECTORS' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2006**

Pages

DIRECTORS' REPORT	1
PROFIT AND LOSS ACCOUNT	2
BALANCE SHEET	3
NOTES TO THE ACCOUNTS	4 - 6

The following pages do not form part of the statutory accounts.

ACCOUNTANTS REPORT	7
TRADING PROFIT AND LOSS ACCOUNT	8

NATIONWIDE CHIMNEY COMPONENTS LIMITED

DIRECTORS AND ADVISORS

DIRECTORS

Mr J Ball
Mrs J Ball

SECRETARY AND REGISTERED OFFICE

Mrs J Ball

Unit 355B Dukesway Court
Team Valley Trading Estate
Gateshead
Tyne & Wear
NE11 0BH

Registered Number 4351878

ACCOUNTANTS

Nichol Goodwill Brown Ltd
Chartered Accountants
112 Whitley Road
Whitley Bay
Tyne & Wear
NE26 2NE

NATIONWIDE CHIMNEY COMPONENTS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MAY 2006

The directors have pleasure in presenting their report together with the financial statements for the year ended 31 May 2006.

PRINCIPAL ACTIVITY

The principal activity of the company is the installation of chimney flues.

DIRECTORS AND THEIR INTERESTS

The directors who served during the year and their beneficial interests in the share capital of the company were as follows:

	<u>Ordinary Shares of £1 each</u>	
	<u>31 May 2006</u>	<u>31 May 2005</u>
Mr J Ball	3	3
Mrs J Ball	1	1

SMALL COMPANY RULES

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

This report was approved by the board on 15 December 2006 and signed on its behalf.

Signed on behalf of the Board of Directors



Mrs J Ball
Secretary

NATIONWIDE CHIMNEY COMPONENTS LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MAY 2006**

	<u>Notes</u>	<u>2006</u> £	<u>2005</u> £
TURNOVER		693,062	637,572
Cost of sales		(371,697)	(343,431)
GROSS PROFIT		321,366	294,141
Administrative expenses		(224,412)	(178,263)
OPERATING PROFIT	2	96,954	115,878
Interest receivable		-	53
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		96,954	115,931
Taxation	3	(14,758)	(21,643)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		82,196	94,288
DIVIDENDS PAID		(45,000)	(40,000)
RETAINED PROFIT FOR THE YEAR		37,196	54,288
RETAINED PROFIT BROUGHT FORWARD		197,411	143,123
RETAINED PROFIT CARRIED FORWARD		234,607	£197,411

The notes on pages 4 to 6 form part of these financial statements.

NATIONWIDE CHIMNEY COMPONENTS LIMITED

BALANCE SHEET AS AT 31 MAY 2006

	<u>Notes</u>	<u>2006</u> <u>£</u>	<u>2005</u> <u>£</u>
FIXED ASSETS			
Tangible assets	4	74,167	32,565
CURRENT ASSETS			
Stock and work in progress		158,707	146,000
Debtors	5	38,567	74,389
Cash at bank and in hand		60,578	62,633
		<hr/>	<hr/>
		257,852	283,022
CREDITORS: amounts falling due within one year	6	(97,405)	(118,170)
		<hr/>	<hr/>
NET CURRENT ASSETS		160,447	164,852
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		234,614	£197,417
		<hr/> <hr/>	<hr/> <hr/>
CAPITAL AND RESERVES			
Called up share capital	7	7	7
Profit and loss account		234,607	197,410
		<hr/>	<hr/>
SHAREHOLDERS' FUNDS		£234,614	£197,417
		<hr/> <hr/>	<hr/> <hr/>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of Section 249A (1) of the Companies Act 1985. Members representing more than 10% of the total have not issued a notice requiring an audit under Section 249(B)(2) of the Companies Act 1985. The directors acknowledge their responsibility for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for 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 year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

The accounts were approved by the board of directors on 15 December 2006.

J Ball
Director

The notes on pages 4 to 6 form part of these financial statements.

NATIONWIDE CHIMNEY COMPONENTS LIMITED

NOTES TO THE ACCOUNTS - 31 MAY 2006

1. ACCOUNTING POLICIES

The accounts have been prepared in accordance with applicable Accounting Standards in the United Kingdom and with the Financial Reporting Standard for Smaller Entities (effective January 2005). A summary of the more important accounting policies is set out below.

Basis of preparation of the accounts

The accounts have been prepared under the historical cost convention and incorporate the results of the principal activities which are described in the Directors' Report.

Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided on all tangible fixed assets at rates calculated to write off their cost, less their estimated residual value, over their anticipated useful lives as follows:-

Motor vehicles	25% reducing balance
Plant and equipment	15% reducing balance

Turnover

Turnover represents the value of work performed during the period stated net of value added tax.

Stock

Stock is stated at the lower of cost and net realisable value.

Deferred taxation

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. However, deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred taxation is measured on a non-discounted basis at the average tax rates that would apply when the timing differences are expected to reverse, based on tax rates and laws that have been enacted by the balance sheet date.

2. OPERATING PROFIT

Operating profit is stated after charging:

	<u>2006</u> £	<u>2005</u> £
Depreciation of tangible fixed assets	17,313	8,735
Accountancy	2,000	2,000
	<u> </u>	<u> </u>

3. TAXATION

United Kingdom corporation tax		
Current year charge	£14,758	£21,643
	<u> </u>	<u> </u>

NATIONWIDE CHIMNEY COMPONENTS LIMITED

NOTES TO THE ACCOUNTS - 31 MAY 2006 (continued)

4. TANGIBLE FIXED ASSETS

	<u>Motor Vehicles</u>	<u>Plant and Equipment</u>	<u>Total</u>
COST			
At 1 June 2005	46,131	15,668	62,799
Additions	35,467	41,002	76,469
Disposals	(24,692)	(1,663)	(26,355)
	<hr/>	<hr/>	<hr/>
At 31 May 2006	56,906	55,007	111,913
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 June 2005	24,799	4,435	29,234
Charge for the year	9,727	7,586	17,313
On disposal	(8,801)	-	(8,801)
	<hr/>	<hr/>	<hr/>
At 31 May 2006	25,725	12,021	37,746
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 31 May 2006	£31,181	£42,986	£74,167
	<hr/>	<hr/>	<hr/>
At 31 May 2005	£21,332	£11,233	£32,565
	<hr/>	<hr/>	<hr/>

5. DEBTORS: amounts falling due within one year:

	<u>2006 £</u>	<u>2005 £</u>
Trade debtors	£38,567	£74,389
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6. CREDITORS: amounts falling due within one year

Trade creditors	23,326	24,464
Taxation	14,758	21,643
PAYE	4,900	4,940
Accruals	2,200	2,000
Directors loan account	41,898	52,746
Value added tax	10,323	12,377
	<hr/>	<hr/>
	£97,405	£118,170
	<hr/>	<hr/>

NATIONWIDE CHIMNEY COMPONENTS LIMITED

NOTES TO THE ACCOUNTS - 31 MAY 2006 (continued)

7. CALLED UP SHARE CAPITAL

	<u>2006</u> £	<u>2005</u> £
<u>Authorised:</u>		
100 ordinary shares of £1 each	£100	£100
	<hr/>	<hr/>
<u>Allotted, called up and fully paid:</u>		
Ordinary shares of £1 each	£7	£7
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9. CONTROLLING PARTIES

The controlling parties are, JP Ball and J Ball by virtue of their ownership of 100% of the issued ordinary share capital of the company.