

02821767 (England and Wales)

**QUALITY CONTRACTS LIMITED**

**DIRECTOR'S REPORT**  
**AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MAY 2001**



**QUALITY CONTRACTS LIMITED**

**COMPANY INFORMATION**

<b>DIRECTORS</b>	A Johnson P Brown
<b>SECRETARY</b>	A Johnson
<b>COMPANY NUMBER</b>	02821767 (ENGLAND AND WALES)
<b>REGISTERED OFFICE</b>	60 Goodere Drive Polesworth Staffs B78 1BZ
<b>BUSINESS ADDRESS</b>	60 Goodere Drive Polesworth Staffs B78 1BZ
<b>BANKERS</b>	Yorkshire Bank PLC Warwick House Coton Road Nuneaton CV11 5TL

**QUALITY CONTRACTS LIMITED**

**CONTENTS**

	<b><u>Page</u></b>
Director's Report	1
Profit & Loss Account	2
Balance Sheet	3-4
Notes to the Financial Statements	5-6

**QUALITY CONTRACTS LIMITED**

**DIRECTOR'S REPORT FOR THE YEAR ENDED 31 MAY 2001**

The directors present their report and the Financial Statements for the year ended 31 May 2001.

**Principal Activities**

The company's principal activity is that of insulation engineers.

**Directors and their Interests**

The directors who served during the year and their interests in the company were as stated below:

	<u>Class of Share</u>	<u>Number of Shares</u> <u>2001</u>	<u>Number of Shares</u> <u>2000</u>
A Johnson	Ordinary Shares	1	1
P Brown	Ordinary Shares	1	1

In preparation of the director's report advantage has been taken of the special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

This report was approved by the board on 28 February 2002

**A. Johnson**  
secretary



**QUALITY CONTRACTS LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31 MAY 2001**

	Notes	2001 £	2000 £
<b>Turnover</b>	1	159299	135049
Cost of Sales		<u>(75246)</u>	(60197)
<b>Gross Profit</b>		84053	74852
Administrative expenses		<u>(43233)</u>	<u>(43476)</u>
<b>Operating Profit</b>	2	40820	31376
Interest Payable and Similar Charges		(487)	(487)
Interest Receivable		1487	431
Profit/(Loss) on ordinary activities before taxation		41820	31320
Tax on Profit on Ordinary Activities	3	<u>8211</u>	<u>6326</u>
<b>Retained Profit/ (Loss) for the year</b>		33609 =====	24994 =====

There are no recognised gains or losses other than those passing through the Profit and Loss Account

**QUALITY CONTRACTS LIMITED**

**BALANCE SHEET**

**AT 31 MAY 2001**

	<u>Notes</u>	<u>2001</u> £	<u>2001</u> £	<u>2000</u> £	<u>2000</u> £
<b>Fixed Assets</b>					
Tangible Assets	4		8948		11931
<b>Current Assets</b>					
Work in Progress		2002		10600	
Debtors	5	64707		33793	
Cash at Bank and in Hand		<u>54279</u>		<u>42203</u>	
		120988		86596	
<b>Creditors: Amounts falling due within one year</b>	6	<u>-32486</u>		<u>-33020</u>	
<b>Net Current Assets</b>			88502		53576
<b>Creditors: Amounts falling due after one year</b>	7		<u>0</u>		<u>1666</u>
<b>Net Assets</b>			97450		63841
			=====		=====
<b>Capital and Reserves</b>					
Called Up Share Capital	8		2		2
Profit and Loss Account			<u>97448</u>		<u>63839</u>
<b>Shareholders Funds</b>			97450		63841
			=====		=====

In preparing these Financial Statements:

- a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985.
- b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and

**QUALITY CONTRACTS LIMITED**

**BALANCE SHEET**

**AS AT 31 MAY 2001**

c) The directors acknowledge their responsibilities for:

- 1) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
- 2) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit or loss for the financial period in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

In preparing these financial statements:

- a) Advantage has been taken of the special exemptions applicable to Small Companies conferred by Part I of Schedule 8 to the Companies Act 1985, and
- b) in the director's opinion the company is entitled to these exemptions as a small company.

The Financial Statements were approved by the board on 28 February 2002

Director

P A Bno —

**QUALITY CONTRACTS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MAY 2001**

**1 ACCOUNTING POLICIES**

**1.1 Accounting Convention**

The financial statements are prepared under the historical cost convention and include the results of the company's operations as indicated in the director's report, all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a Small Company.

**1.2 Turnover**

Turnover represents amounts receivable for goods and services provided in the UK, net of VAT and trade discounts.

**1.3 Tangible Fixed Assets and Depreciation**

Tangible Fixed Assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows :

Vehicles	25% Reducing Balance
Equipment	25% Reducing Balance

**1.4 Deferred Taxation**

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to crystallise.

**2 OPERATING PROFIT**

	<b><u>2001</u></b>	<b><u>2000</u></b>
	<b>£</b>	<b>£</b>
Operating Profit is stated after charging:		
Depreciation of tangible assets	2983	3977
Directors emoluments	20800	20800



**QUALITY CONTRACTS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MAY 2001**

**3. TAXATION**

	<b>2001</b>	<b>2000</b>
	<b>£</b>	<b>£</b>
U.K. Current year Taxation		
U.K. Corporation Tax @ 20% (1998 21%)	8211	6326
	=====	=====

**4. TANGIBLE ASSETS**

	<u><b>Equipment</b></u>	<u><b>Vehicles</b></u>	<u><b>Total</b></u>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost</b>			
At 31 May 2000	3491	25341	28832
Additions	0	0	0
At 31 May 2001	3491	25341	28832
	=====	=====	=====
<b>Depreciation</b>			
At 31 May 2000	1971	14930	16901
Charge for year	380	2603	2983
At 31 May 2001	2351	17533	19884
	=====	=====	=====
<b>Net Book Values</b>			
At 31 May 2001	1140	7808	8948
	=====	=====	=====
At 31 May 2000	1520	10411	11931
	=====	=====	=====

**5. DEBTORS**

	<b>2001</b>	<b>2000</b>
	<b>£</b>	<b>£</b>
Trade Debtors	64707	33793
Other	0	0
	64707	33793
	=====	=====

**6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2001</b>	<b>2000</b>
	<b>£</b>	<b>£</b>
Trade Creditors	12424	11127
Taxes and Social Security Costs	8918	18042
Other Creditors	781	781
Hire Purchase	2152	3070
	24275	33020
	=====	=====

7. CREDITORS: AMOUNTS FALLING DUE AFTER ONE YEAR

	2001	2000
	£	£
Hire Purchase	<u>0</u>	<u>1666</u>
	0	1666
	=====	=====

8. SHARE CAPITAL

	2001	2000
	£	£
Authorised		
100 Ordinary Shares of £1 each	100	100
Allotted, Called Up and Fully Paid	2	2