

Co. No. 4041688.

Companies  
House

STOREY & EDMONDSON (BUILDERS) LIMITED

---

FINANCIAL ACCOUNTS FOR THE  
YEAR ENDED 31 JULY 2004



---

T.W.Tasker F.C.A.  
Chartered Accountant

STOREY & EDMONDSON (BUILDERS) LIMITED

NOTICE OF MEETING

Notice is hereby given that the Annual General Meeting of the company will be held at the Registered Office on 1 December 2004 to transact the following business :-

- 1, To accept short notice of meeting.
- 2, To receive and agree the Directors Report and Accounts for the year ended 31 July 2004.
- 3, To re-elect Directors.
- 4, To re-appoint T W Tasker F C A, Chartered Accountant, as Auditor.
- 5, To authorise the Directors to fix the remuneration of the Auditor.
- 6, To authorise Capital Expenditure.
- 7, To transact any other business of an Annual General Meeting.

Registered Office

1, Drakestone View  
Harbottle  
Morpeth  
Northumberland

By Order of the Board



L.A. Edmondson  
Secretary

26 November 2004

NOTE :

Any member of the company entitled to attend and vote at the above meeting is entitled to appoint one or more proxies to attend, and on a poll, vote instead of him. A proxy need not be a member of the company.

STOREY & EDMONDSON (BUILDERS) LIMITED

FINANCIAL ACCOUNTS  
FOR THE YEAR ENDED 31 JULY 2004

CONTENTS

1. Report of the Directors
2. Statement of Directors Responsibilities
3. Auditor's Report
4. Profit and Loss Account
5. Balance Sheet
6. Notes to the Accounts

The following page does not form part of the Statutory Accounts

7. Trading and Profit and Loss Account

STOREY & EDMONDSON (BUILDERS) LIMITED  
REPORT OF THE DIRECTORS

FOR THE YEAR ENDED 31 JULY 2004

The directors present their annual report with the accounts of the company for the year ended 31 July 2004.

**PRINCIPAL ACTIVITY**

The principal activities of the company in the year under review were those of Building Contractors.

**DIRECTORS**

The directors in office in the year and their beneficial interests in the company's issued ordinary share capital were as follows:

	Ordinary Shares of £1 each	
	<u>2004</u>	<u>2003</u>
P.Edmondson	50	200
K.R.Storey	400	600

**AUDITOR**

The auditor, T.W.Tasker F.C.A., will be proposed for re-appointment in accordance with Section 384 of the Companies Act 1985.

**SMALL COMPANY EXEMPTIONS**

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

Signed on behalf of the  
board of directors



L.A.Edmondson  
Secretary

26 November 2004

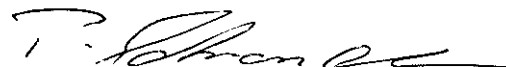
STOREY & EDMONDSON (BUILDERS) LIMITEDSTATEMENT OF DIRECTORS RESPONSIBILITIES

Company law requires the directors to prepare financial accounts 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 accounts the directors are required to:

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

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial accounts comply with the Companies Act 1985. They are 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.

Signed on behalf of the Board



P. Edmondson  
Director

26 November 2004

3.

**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF**  
**STOREY & EDMONDSON (BUILDERS) LIMITED**

I have audited the financial statements of Storey & Edmondson (Builders) Limited for the year ended 31 July 2004 which comprise the Profit and Loss Account, Balance Sheet and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This Report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. My audit work has been undertaken so that I might state to the company's members those matters I am required to state to them in an Auditor's Report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the company and the company's members as a body, for my audit work, for this Report, or for the opinions that I have formed.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR**

As described in the Statement of Directors Responsibilities the company's Directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards. My responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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

I read the Directors Report and consider the implications for my report if I become aware of any apparent misstatements within it.


**BASIS OF AUDIT OPINION**

I conducted my 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 directors 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.

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide me 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 my opinion I also evaluated the overall adequacy of the presentation of information in the financial statements.

**OPINION**

In my opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 July 2004 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**T.W. Tasker F.C.A.**  
**Registered Auditor**  
**Chartered Accountant**  
**52A Station Road**  
**Ashington**  
**Northumberland**  
Tel (01670) 852342  
Fax (01670) 522282  
26 November 2004

STOREY & EDMONDSON (BUILDERS) LIMITEDPROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 JULY 2004

	<u>Notes</u>	<u>2004</u>		<u>2003</u>	
		£	£	£	£
<b>TURNOVER</b>	2	1,154,536		817,280	
Cost of Sales		769,271		475,838	
<b><u>GROSS PROFIT</u></b>		385,265		341,442	
<b>Net Operating Expenses</b>					
Administrative Expenses		141,486		138,905	
<b><u>OPERATING PROFIT</u></b>	3	243,779		202,537	
Bank Interest Received		2,646		1,092	
<b><u>PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST</u></b>		246,425		203,629	
Hire Purchase Interest Payable		498		480	
<b><u>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</u></b>		245,927		203,149	
Tax on Ordinary Activities	4	46,890		39,252	
<b><u>PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION</u></b>		199,037		163,897	
Interim Ordinary Dividends Paid		160,000		200,000	
<b><u>RETAINED PROFIT/(LOSS) FOR THE YEAR</u></b>		£ 39,037		£ (36,103)	
<b><u>STATEMENT OF RETAINED EARNINGS</u></b>					
Retained Profit Brought Forward		167,160		203,263	
Retained Profit/(Loss) for the Year		39,037		(36,103)	
<b><u>RETAINED PROFIT CARRIED FORWARD</u></b>		£ 206,197		£ 167,160	

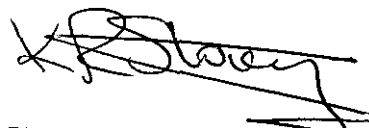
None of the company's activities were acquired or discontinued and there were no recognised gains or losses other than the above profit or loss during the above two financial years.

STOREY & EDMONDSON (BUILDERS) LIMITEDBALANCE SHEET  
AS AT 31 JULY 2004

	<u>Notes</u>	<u>2004</u>	<u>2003</u>
		£	£
<b>FIXED ASSETS</b>			
Tangible Assets	5	31,612	32,599
<b>CURRENT ASSETS</b>			
Stock and Work in Progress	6	236,596	102,734
Debtors	7	199,273	324,636
Cash at Bank		218,685	113,742
		<u>654,554</u>	<u>541,112</u>
<b>CREDITORS : Amounts Becoming Due And Payable Within One Year</b>	8	<u>476,231</u>	<u>400,362</u>
<b>NET CURRENT ASSETS</b>		<u>178,323</u>	<u>140,750</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>209,935</u>	<u>173,349</u>
<b>CREDITORS : Amounts Becoming Due And Payable After More Than One Year</b>	8	<u>2,738</u>	<u>5,189</u>
		<u>£ 207,197</u>	<u>£ 168,160</u>
<b>CAPITAL AND RESERVES</b>			
Share Capital	9	1,000	1,000
Profit and Loss Account		<u>206,197</u>	<u>167,160</u>
		<u>£ 207,197</u>	<u>£ 168,160</u>

These accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the  
board of directors



K.R.Storey  
Director

Approved by the board: 26 November 2004

The notes on pages 6a to 6c form part of these accounts.



STOREY & EDMONDSON (BUILDERS) LIMITEDNOTES TO THE ACCOUNTS  
FOR THE YEAR ENDED 31 JULY 2004**1. ACCOUNTING POLICIES****Basis of Accounting**

The accounts have been prepared under the historical cost convention.

**Turnover**

Turnover represents the net invoiced sales, excluding VAT.

**Tangible Fixed Assets**

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

Motor Vehicles	25%
Plant and Equipment	25%

**Stock and Work in Progress**

Stock and Work in Progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow-moving items.

**Deferred Taxation**

Deferred Taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

**Cash Flow Statement**

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

**2. TURNOVER**

The Turnover and Profit (2003 - Profit) before taxation for the year are attributable to the principal activities of the Company which are those of Building Contractors and relate wholly to the United Kingdom.

**3. OPERATING PROFIT**

The Operating Profit (2003 - Profit) is stated after charging:

	<u>2004</u>	<u>2003</u>
	£	£
Directors Emoluments	74,130	82,991
Depreciation of Tangible Fixed Assets	10,537	10,866
Profit on Sale of Tangible Fixed Assets	-	(1,409)
Auditors Remuneration	3,640	3,175
	<hr/>	<hr/>

**4. TAXATION**

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

**UK corporation tax:**

	<u>2004</u>	<u>2003</u>
	£	£
Current tax on income for the period	47,154	38,468
Provision (Release) for Deferred Taxation	(264)	784
	<hr/>	<hr/>
	46,890	39,252

STOREY & EDMONDSON (BUILDERS) LIMITEDNOTES TO THE ACCOUNTS  
FOR THE YEAR ENDED 31 JULY 2004**5. TANGIBLE FIXED ASSETS**

	Plant & Machinery etc
<b>COST</b>	£
At 1 August 2003	61,480
Additions in year	9,550
At 31 July 2004	71,030
<b>DEPRECIATION</b>	
At 1 August 2003	28,881
Charge for the year	10,537
At 31 July 2004	39,418
<b>NET BOOK VALUE</b>	
At 31 July 2004	31,612
At 31 July 2003	32,599

**6. STOCKS**

	<b>2004</b>	<b>2003</b>
	£	£
Raw Materials	94,596	2,234
Work in Progress	142,000	100,500
	236,596	102,734

**7. DEBTORS**

	<b>2004</b>	<b>2003</b>
	£	£
<b>Amounts due within one year:</b>		
Trade Debtors	198,854	314,894
Value Added Tax	419	9,742
	199,273	324,636

**8. CREDITORS: Amounts Becoming Due And Payable Within One Year:**

	<b>2004</b>	<b>2003</b>
	£	£
Bank Overdraft	-	28,577
Trade Creditors	28,379	40,799
Corporation Tax	47,154	38,468
Hire Purchase Creditors	2,187	1,921
Directors Loan Accounts : K.R.Storey	267,487	177,257
P.Edmondson	116,309	103,282
Accrued Charges	14,715	10,058
	476,231	400,362

**Amounts Becoming Due And Payable After More Than One Year:**

	<b>2004</b>	<b>2003</b>
	£	£
Hire Purchase Creditors	858	3,045
Provision for Deferred Taxation	1,880	2,144
	2,738	5,189

The Hire Purchase Creditors are secured on the related assets.

STOREY & EDMONDSON (BUILDERS) LIMITEDNOTES TO THE ACCOUNTS  
FOR THE YEAR ENDED 31 JULY 2004

<u>9. SHARE CAPITAL</u>	<u>2004</u>	<u>2003</u>
Ordinary Shares of £1 each:	£	£
Authorised	1,000	1,000
	<hr/>	<hr/>
Allotted, Issued and Fully Paid	1,000	1,000
	<hr/>	<hr/>
 <u>10. FINANCIAL COMMITMENTS</u>	 <u>2004</u>	 <u>2003</u>
Future Capital Expenditure	£	£
Contracted, but not provided for	Nil	Nil
 <u>11. RELATED PARTIES</u>		

The company is related to Coastal Paving & Flag Supplies by virtue of the Directors being Partners therein. Storey & Edmondson (Builders) Limited purchased goods to the value of £2,656 during the year ended 31 July 2004, (2003 £949). As at 31 July 2004 £Nil was owed to Coastal Paving & Supplies (2003 £145). All transactions are at market value.