

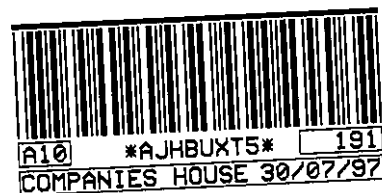
T.C.R CONTRACTS LIMITED

FINANCIAL ACCOUNTS

30TH SEPTEMBER 1996

Registered number: 01567736

**Aubrey & Co.
Chartered Accountants
Ross on Wye
Herefordshire**



T.C.R. CONTRACTS LIMITED

Financial Accounts

For the year ended 30th September 1996

Directors C.J.Tofield
P.A.Tofield

Registered Number 01567736 England and wales

Accountants Aubrey & Co
Registered Auditors and
Chartered Accountants,
Church Street
Ross on Wye
Herefordshire
HR9 5HN

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**T.C.R. CONTRACTS LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31ST MARCH 1997**

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The Directors present their annual report with the accounts of the company for the year ended 30th September 1996.

Principal activity

The principal activity of the company in the year under review was the design and installation of central heating systems.

Directors

The Directors in office during the period and their beneficial interests in the issued ordinary share capital were as follows:-

	Ordinary shares of £1 each	
	1996	1995
C.J.Tofield	1	1
P.A.Tofield	1	1

Statement of directors responsibilities

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of the company and of the profit or loss of the company for that period.

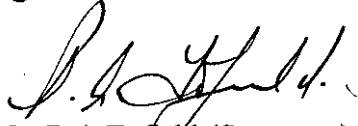
In preparing those accounts, the Directors are required to:-

- 1) Select suitable accounting policies and than apply them consistently;
- 2) Make judgements and estimates that are reasonable and prudent;
- 3) Follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts,
- 4) Prepare the 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 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.

In preparing the above report, the directors have taken advantage of special exemptions applicable to small companies.

Signed on behalf of the Board of Directors


Mrs P.A. Tofield (Secretary)

Approved by the Board: 28th July 1997

T.C.R. CONTRACTS LIMITED
PROFIT & LOSS ACCOUNT
FOR THE YEAR ENDED 30TH SEPTEMBER 1996

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	Note	1996 £	1995 £
Turnover		61,016	52,324
Cost of sales		22,196	11,944
Gross profit		<u>38,820</u>	<u>40,380</u>
Administrative expenses		27,316	20,327
Operating profit	2	<u>11,504</u>	<u>20,053</u>
Income from investments		-	4
		<u>11,504</u>	<u>20,057</u>
Interest payable		-	205
Profit on ordinary activities before taxation		<u>11,504</u>	<u>19,852</u>
Tax on profit on ordinary activities		3,115	17,947
Profit on ordinary activities after taxation		<u><u>8,389</u></u>	<u><u>1,905</u></u>
Statement of retained earnings			
Retained profit brought forward		41,785	39,880
Retained profit for the year		<u>8,389</u>	<u>1,905</u>
Retained profit carried forward		<u><u>50,174</u></u>	<u><u>41,785</u></u>

Continuing operations

None of the company's activities were acquired or discontinued during the current year.

Total recognised gains and losses

The company has no recognised gains or losses other than the profit for the above two financial periods.

T.C.R. CONTRACTS LIMITED
BALANCE SHEET
30TH SEPTEMBER 1996

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	Note	£	1996 £	£	1995 £
Fixed assets					
Tangible assets	3		32,771		16,927
Current assets					
Stock & work in progress	4	11,887		9,105	
Debtors	5	13,552		27,710	
Cash at bank & in hand		7,698		1,048	
		<u>33,137</u>		<u>37,863</u>	
Creditors: amounts falling due within one year	6	<u>15,634</u>		<u>12,905</u>	
Net current assets			<u>17,503</u>		<u>24,958</u>
Total assets less current liabilities			<u>50,274</u>		<u>41,885</u>
Capital & reserves					
Share capital	7		100		100
Profit & loss account			50,174		41,785
	8		<u>50,274</u>		<u>41,885</u>

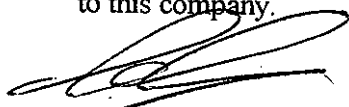
The notes on pages 4 to 6 form an integral part of these accounts.

The Directors have taken advantage of special exemptions conferred by Schedule 8 to the Companies Act 1985 applicable to small companies in the preparation of the accounts and have done so on the grounds that, in their opinion the company is entitled to these exemptions.

The Directors have taken advantage of the exemptions conferred by Section 249A (1) not to have these accounts audited and confirm that no notice has been deposited under Section 249B(2) of the Companies Act 1985.

The Directors acknowledge their responsibilities for ensuring that:

- 1) The company keep accounting records which comply with Section 221 of the Companies Act 1985 and
- 2) the accounts give a true and fair view of the state of affairs of the company as at 30th September 1996 and of its profit for the year then ended in accordance with the requirement of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to this company.



C.J. Tofield
Director

Approved by the Board: 28th July 1997

T.C.R CONTRACTS LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30th SEPTEMBER 1996

1. Accounting policies

Basis of accounting

The accounts have been prepared in accordance with applicable accounting standards and under the historical cost accounting convention.

Turnover

The turnover represents net invoiced sales of goods and work done excluding VAT.

Tangible fixed assets

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

Motor vehicles	25% of net book value
Plant & equipment	15% of net book value

Stock

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

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.

Leased assets

Assets held under finance leases and hire purchase contracts are capitalised at the estimated fair value at the date of inception of each lease or contract. The assets are depreciated over their expected useful lives. The financial charges are allocated over the primary period of the lease in proportion to the capital element outstanding. Rentals payable under operating leases are charged to the profit and loss account as incurred.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. Operating profit

The operating profit is stated after charging/(crediting):

	1996	1995
	£	£
Amount written off Tangible Fixed Assets	10266	4991
(Profit)/Loss on sale of Tangible Fixed Assets	(2797)	-
Accountants Remuneration	750	700
Property Rental	-	1709
Directors Emoluments	<u>21350</u>	<u>9616</u>

T.C.R. CONTRACTS LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1996

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3. Tangible fixed assets

	Motor vehicles £	Equipment £	Total £
Cost or valuation			
At 1st October 1995	44,381	10,962	55,343
Additions in year	35,462	801	36,263
Disposals in year	(27,487)		(27,487)
At 30th September 1996	<u>52,356</u>	<u>11,763</u>	<u>64,119</u>
Depreciation			
At 1st October 1995	31,610	6,806	38,416
Write off on disposal	(17,334)		(17,334)
Charge for year	9,519	747	10,266
At 30th September 1996	<u>23,795</u>	<u>7,553</u>	<u>31,348</u>
Net book value			
At 30th September 1996	<u>28,561</u>	<u>4,210</u>	<u>32,771</u>
At 30th September 1995	<u>12,771</u>	<u>4,156</u>	<u>16,927</u>

4. Stock and work in progress

	1996	1995
Work in progress	5,711	6,093
Raw materials and consumables	6,176	3,012
	<u>11,887</u>	<u>9,105</u>

5. Debtors

Amounts falling due within one year:

Trade debtors	11,651	26,431
Other debtors	997	554
Prepayments	904	725
	<u>13,552</u>	<u>27,710</u>

6. Creditors

Amounts falling due within one year:

Hire purchase	-	2,781
Trade creditors	614	2,549
Other creditors	2,306	783
Social Security and other taxes	1,162	-
Directors loan account	1,583	4,179
Accruals	6,850	864
Corporation Tax	3,119	1,749
	<u>15,634</u>	<u>12,905</u>

T.C.R. CONTRACTS LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1996

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	1996 £	1995 £
7 Share Capital		
Authorised:		
100 Ordinary Shares of £1 each	<u>100</u>	<u>100</u>
Allotted, Issued and fully paid:		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
8 Reconciliation of Movement of Shareholders' Funds		
Profit for the financial year after taxation	8,389	1,905
Opening shareholders' funds as at 1st October 1995	41,885	39,980
Closing shareholders' funds as at 30th September 1996	<u>50,274</u>	<u>41,885</u>
9 Commitments		
Capital Commitments		
At 30th september 1996 Capital Expenditure Commitments were as follows:		
Contracted but not provided for in the accounts	<u>nil</u>	<u>nil</u>
Authorised by the Directors but not contracted	<u>nil</u>	<u>nil</u>

10 Pension Contributions

The Company operates a defined contribution pension scheme on behalf of its Directors. The assets of the scheme are held separately from those of the company in an independently administered fund. The annual commitment under the scheme is for contributions of £4,420.