

**WATLING HOPE (SERVICE) LIMITED**

**(Registered No. 2837339)**

**REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31ST JULY 1995**

**The Graham Fulford Partnership  
Chartered Accountants  
61 Bedford Street  
Leamington Spa  
Warwickshire  
CV32 5DN**



**WATLING HOPE (SERVICE) LIMITED**

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**WATLING HOPE (SERVICE) LIMITED**

Directors

M.J. Palin

G. Mansell

Secretary

G. Mansell

Registered Office

The Chantry  
Wroxton  
Banbury  
Oxon  
OX15 6QS

Accountants

The Graham Fulford Partnership  
Chartered Accountants  
61 Bedford Street  
Leamington Spa  
CV32 5DN

## **WATLING HOPE (SERVICE) LIMITED**

### **REPORT OF THE DIRECTORS**

The Directors present their annual report and financial statements of the company for the year ended 31 July 1995.

#### **PRINCIPAL ACTIVITY**

The principle activity of the company during the year under review was that of waste water and environmental engineers.

#### **DIRECTORS**

The directors in office during the year and their beneficial interests in the company's issued ordinary shares were:

	<b>31.7.95</b>	<b>31.7.94</b>
M J Palin	76	76
G Mansell	12	12

In accordance with the company's Articles, no director is required to retire by rotation.

#### **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 affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- \* Select suitable accounting policies and then apply them consistently;
- \* Make judgements and estimates that are reasonable and prudent;
- \* Follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts.
- \* Prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

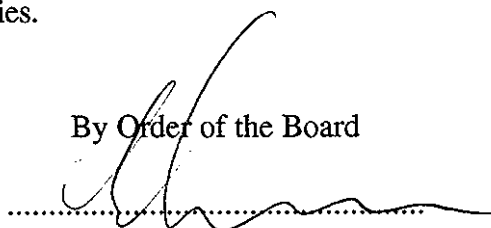
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**WATLING HOPE (SERVICE) LIMITED**  
**REPORT OF THE DIRECTORS (CONTINUED)**

**SMALL COMPANY EXEMPTIONS**

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

By Order of the Board



.....  
G. Mansell  
Secretary

The Chantry  
Wroxton  
Banbury  
Oxon  
OX15 6QS

**WATLING HOPE (SERVICE) LIMITED**  
**ACCOUNTANTS REPORT TO THE SHAREHOLDERS**  
**ON THE ACCOUNTS OF WATLING HOPE (SERVICE) LIMITED**

We report on the accounts for the year ended 31 July 1995 set out on pages 5 to 9.

Respective responsibilities of the directors and reporting accountants. As described on page 2 the company's directors are responsible for the preparation of accounts and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

**Basis of Opinion**

Our work was conducted in accordance with the Statement for Reporting Accountants, and so our procedures consisted of comparing the accounts with accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

**Opinion**

In our opinion:

- a) the accounts are in agreement with the accounting records kept by the company under Section 221 of the Companies Act 1985;
- b) having regard only to, and on the basis of, the information contained in those accounting records;
  - i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in Section 249C Paragraph 6 of the Act; and
  - ii) the company satisfied the conditions for exemption from an audit of the accounts for the year specified in Section 249A(4) of the Act and did not, at any time within the year, fall within any of the categories of the companies not entitled to the exemptions specified in Section 249B(1).

*The Graham Fulford Partnership*

61 Bedford Street  
Leamington Spa  
CV32 5DN

The Graham Fulford Partnership  
Chartered Accountants

*6th April 1996*

**WATLING HOPE (SERVICE) LIMITED****PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31 JULY 1995**

	Notes	1995 £	1994 £
TURNOVER	1(b)	212608	141980
Cost of Sales		(162492)	(95709)
		<hr/>	<hr/>
GROSS PROFIT		50116	46271
Administrative expenses		(49577)	(45751)
		<hr/>	<hr/>
OPERATING PROFIT	3	539	520
Interest payable	4	(2)	(223)
		<hr/>	<hr/>
PROFIT on ordinary activities before taxation		537	297
TAXATION	5	134	(75)
		<hr/>	<hr/>
PROFIT for the year		403	222
Profit and Loss account balance brought forward		222	-
		<hr/>	<hr/>
Profit and Loss account carried forward		£625	£222
		=====	=====

**CONTINUING OPERATIONS**

The company commenced to trade in July 1993.

**TOTAL RECOGNISED GAINS AND LOSSES**

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

**WATLING HOPE (SERVICE) LIMITED****BALANCE SHEET AS AT 31 JULY 1995**

	Notes	1995 £	1994 £
<b>CURRENT ASSETS</b>			
Stock and work in progress	6	5192	15306
Debtors	7	34440	36520
Cash at bank		25499	4413
		<hr/> 65131	<hr/> 56239
<b>CREDITORS : amounts falling due within one year</b>	8	64418	55929
		<hr/> 713	<hr/> 310
<b>NET CURRENT ASSETS:</b>			
Less Current Liabilities			
<b>NET ASSETS</b>		<hr/> £713 =====	<hr/> £310 =====
<b>CAPITAL AND RESERVES</b>			
Called up share capital	9	88	88
Profit and loss account		625	222
		<hr/> £713 =====	<hr/> £310 =====

All the above is attributable to the equity shareholders.

The directors consider that the company is entitled to exemption from the requirements to have an audit under the provisions of section 249a (2) of the Companies Act 1985. Shareholders holding 10% or more of the nominal value of the company's share capital have not issued a notice requiring an audit. The directors acknowledge their responsibilities 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 31 July 1995 and of its profit for the year then ended. They are in accordance with the requirements of section 226, which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

The directors have taken advantage in the preparation of these accounts, of special exemptions applicable to small companies under section 247 of the Companies Act 1985 on the grounds that in the opinion of the directors, the company qualifies as a small company and is entitled to make use of the special exemptions.

..... Signed 4th Aug 1996 Date  
M.J. Palin  
Director



**WATLING HOPE (SERVICE) LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31ST JULY 1995**

1. ACCOUNTING POLICIES

(a) Basis of preparation of accounts

The financial statements have been prepared under the historical cost convention and incorporate the results of the principal activity which is described in the directors report and which is continuing.

The company has taken advantage of the exemption in FRS1 from the requirements to prepare a cash flow statement on the grounds that it is a small company.

(b) Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

(c) Stock and Work in progress

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

Cost is defined as the cost incurred in bringing each product to its present location and condition as follows:-.

Raw materials

Purchase cost on a first in first out basis.

Net realisable value is based on the estimated selling price, less further costs expected to be incurred to completion and disposal.

2. TURNOVER

Turnover represents the invoiced amount of services provided stated net of Value Added Tax.

The Turnover and profit on ordinary activities, before taxation, is attributable to one activity, that of waste and environmental engineering and one market, the United Kingdom.

**WATLING HOPE (SERVICE) LIMITED****NOTES TO THE FINANCIAL STATEMENTS (Continued)****FOR THE YEAR ENDED 31ST JULY 1995**

	1995 £	1994 £
3. OPERATING PROFIT		
The operating profit is stated after charging:		
Management charges	42000	42000
Hire charges	374	51
	=====	=====
The management charges are from Watling Hope (Installations) Limited a company effectively controlled by the directors, who have drawn no remuneration directly from the company.		
4. INTEREST PAYABLE		
Bank interest	£2	£223
	=====	=====
5. TAXATION		
The charge for taxation is based upon the result for the year as follows:		
Corporation tax at 25% (1994 25%)	£134	£75
	=====	=====
6. STOCK AND WORK IN PROGRESS		
	£	£
Goods for resale	2498	500
Work in progress	2694	14806
	£5192	£15306
	=====	=====
7. DEBTORS		
	£	£
Trade Debtors	21290	35352
Due from associated company	12909	1168
Other debtors	241	-
	£34440	£36520
	=====	=====

**WATLING HOPE (SERVICE) LIMITED****NOTES TO THE FINANCIAL STATEMENTS (Continued)****FOR THE YEAR ENDED 31 JULY 1995****8. CREDITORS : AMOUNTS FALLING DUE WITHIN ONE YEAR**

	1995	1994
	£	£
Trade creditors	44094	42996
Social security and other taxes	-	1946
Accruals	2750	1000
Advance contracts	17440	9912
Corporation tax	134	75
	<u>£64418</u>	<u>£55929</u>
	=====	=====

**9. CALLED UP SHARE CAPITAL**

Authorised		
10000 ordinary shares of £1 each	£10000	£10000
	=====	=====
Allotted, called up and fully paid		
88 ordinary shares of £1 each	£88	£88
	=====	=====

**10. MOVEMENT IN SHAREHOLDERS FUNDS**

Profit for the year after taxation/dividend	403	222
New share capital subscribed	-	88
	<u>403</u>	<u>310</u>
Opening shareholders fund at 1 August 1994	310	-
	<u>£713</u>	<u>£310</u>
	=====	=====

**11. TRANSACTIONS WITH DIRECTORS**

During the year the company purchased goods and services amounting to £3,339 from Watling Hope (Products) Limited a company in which M. Palin is a majority shareholder. All transactions are at arms length.

**12. CONTINGENT LIABILITIES**

The company has a set-off agreement with its bankers in respect of any bank borrowings of Watling Hope (Installations) Limited. At 31st July 1995 Watling Hope (Installations) Limited have an overdraft of £6567.: