

ARMSTRONG HARDWARE LIMITED

ANNUAL REPORT AND ACCOUNTS

FOR THE YEAR ENDED

31 MARCH 1995

Company Number 00643282

**M C JONES
CHARTERED ACCOUNTANT &
REGISTERED AUDITOR**

HALFORTON HOUSE
KATHERINE STREET
ASHINGTON
NORTHUMBERLAND
NE63 9BU



ARMSTRONG HARDWARE LIMITED

ANNUAL REPORT AND ACCOUNTS

YEAR ENDED 31 MARCH 1995

COMPANY NUMBER 00643282

DIRECTORS

J F Robson
Mrs D Robson
S J Robson
M A Robson

SECRETARY

Mrs D Robson

BUSINESS ADDRESS

15 Canterbury Way
Wideopen
Newcastle upon Tyne

REGISTERED OFFICE

Quarry House
Wideopen
Newcastle upon Tyne

REPORTING ACCOUNTANT

M C Jones
Chartered Accountant and Registered Auditor
Halforton House
Katherine Street
Ashington
Northumberland
NE63 9BU

ARMSTRONG HARDWARE LIMITED**ACCOUNTANTS REPORT TO THE SHAREHOLDERS ON THE****UNAUDITED ACCOUNTS OF ARMSTRONG HARDWARE LIMITED**

We report on the financial statements for the year ended 31 March 1995 set out on pages 3 to 10.

Respective responsibilities of directors and reporting accountants

As described on page 5, the company's directors are responsible for the preparation of the financial statements and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures to enable us to report our opinion.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the financial statements with the 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 the report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- a) the financial statements 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 financial statements have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
 - ii) the company satisfied the conditions for exemption from an audit of the financial statements for the year as specified in section 249A(4) of the Act and did not, at any time within that year fall within any of the categories of companies not entitled to the exemptions specified in section 249B(1).



M C Jones
Reporting Accountant

25 January 1996

ARMSTRONG HARDWARE LIMITED

BALANCE SHEET

31 MARCH 1995

	Notes	£	<u>1995</u> £	£	<u>1994</u> £
<u>FIXED ASSETS</u>					
Tangible assets	7		9272		19744
<u>CURRENT ASSETS</u>					
Stocks	8	28500		30650	
Debtors	9	15540		6799	
Cash in hand		12		2	
		-----		-----	
		44052		37451	
		=====		=====	
<u>CREDITORS</u> - amounts falling due within one year	10	33145		(38139)	
		=====		=====	
<u>NET CURRENT LIABILITIES</u>			10907		(688)
			-----		-----
<u>TOTAL ASSETS LESS</u>					
<u>CURRENT LIABILITIES</u>			20179		19056
<u>CREDITORS</u> - amounts falling due after more than one year	11		13570		13570
			-----		-----
			£ 6609		£ 5486
			=====		=====
<u>CAPITAL AND RESERVES</u>					
Called up share capital	12		100		100
Profit and loss account	13		6509		5386
			-----		-----
			£ 6609		£ 5486
			=====		=====

ARMSTRONG HARDWARE LIMITED

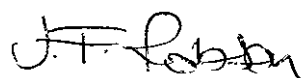
BALANCE SHEET (CONTINUED)

31 MARCH 1995

In approving these financial statements as directors of the company, we hereby confirm that:

- a) the company was entitled to the exemptions conferred by section 249A(2) of the Companies Act 1985;
- b) no notice has been deposited at the registered office of the company pursuant to section 249B(2) of the Companies Act 1985 requesting that an audit be conducted for the financial year; and
- c) we acknowledge our responsibilities for:
 - i) ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985; and
 - ii) preparing accounts which give a true and fair view of the state of affairs of the company at the end of the financial year and of its profit for the year then ended in accordance with section 226 of the Companies Act 1985 and which otherwise comply with the provisions of the Companies Act relating to accounts, so far as applicable to the company.

These accounts were approved by the board on 25 January 1996



J F Robson
Director

ARMSTRONG HARDWARE LIMITED

NOTES ON ACCOUNTS

31 MARCH 1995

1. Accounting policies**1.1 Basis of accounting**

The financial statements have been prepared under the historical cost convention.

1.2 Turnover

Turnover represents the total invoice value, excluding value added tax, of goods sold and services rendered during the year.

1.3 Depreciation

Depreciation is provided using the following rates and bases to reduce by annual instalments the cost of the tangible assets over their estimated useful lives:-

Leasehold properties	Straight line over the life of the lease
Fixtures and fittings	25% reducing balance
Motor vehicles	25% reducing balance

1.4 Stocks

Stocks are valued at the lower of cost and net realisable value.

1.5 Deferred taxation

Deferred taxation is provided where there is a reasonable probability of the amount becoming payable in the foreseeable future.

1.6 Leasing and hire purchase

Assets acquired under finance leases or hire purchase contracts are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Finance charges and interest are taken to the profit and loss account in constant proportion to the remaining balance of capital repayments or net obligations outstanding.

1.7 Pensions

Pensions contributions are charged to the profit and loss account so as to spread the cost of the pensions over the employees' working lives with the company. These contributions are invested separately from the company's assets.

ARMSTRONG HARDWARE LIMITED

NOTES ON ACCOUNTS

31 MARCH 1995

2.	Operating profit	<u>1995</u>	<u>1994</u>
	The operating profit is stated after charging:-		
	Directors remuneration	13050	8320
	Depreciation	3119	6722
	Accountants remuneration	860	877
		=====	=====
3.	Interest payable	<u>1995</u>	<u>1994</u>
	On bank loans and overdrafts and on loans repayable in full within five years	1448	1470
	Hire purchase interest	1177	2244
		-----	-----
		2625	3714
		=====	=====
4.	Directors and employees	<u>1994</u>	<u>1993</u>
	Staff costs:-		
	Wages and salaries	31541	29360
	Other pension costs	1980	1980
		-----	-----
		33521	31340
		=====	=====
	The average weekly number of employees during the year was made up as follows:	Number	Number
	Sales	5	5
		==	==
	Directors' emoluments:		
	Remuneration for management services	13050	8320
		=====	=====
5.	Pension costs		
	The company operates a defined contribution scheme. The assets of the scheme are held separately from those of the company in an independently administered fund.		
	Contributions payable by the company amounted to £1980 (1994 £1980). All contributions were paid in the year.		
6.	Taxation	<u>1995</u>	<u>1994</u>
	U K corporation tax at 25%	Nil	1310
		=====	=====

ARMSTRONG HARDWARE LIMITED

NOTES ON ACCOUNTS

31 MARCH 1995

7. Tangible assets	<u>Land and Buildings</u>	<u>Fixtures & Fittings</u>	<u>Motor Vehicles</u>	<u>Total</u>
<u>Cost</u>				
At 1 April 1994	5720	3623	45673	55016
Addition	--	1897	--	1897
Sales	--	--	21873	21873
	-----	-----	-----	-----
At 31 March 1995	5720	5520	23800	35040
	=====	=====	=====	=====
<u>Depreciation</u>				
At 1 April 1994	4576	2723	27973	35272
Charge for year	572	697	1850	3119
Sales	--	--	12623	12623
	-----	-----	-----	-----
At 31 March 1995	5148	3420	17200	25768
	=====	=====	=====	=====
<u>Net book value</u>				
At 31 March 1995	572	2100	6600	9272
	=====	=====	=====	=====
At 31 March 1994	1144	1200	17700	19744
	=====	=====	=====	=====
Analysis of net book value of land and buildings:				
		<u>1995</u>	<u>1994</u>	
Short leasehold		572	1144	
		=====	=====	

Included above are assets held under finance leases or hire purchase contracts as follows:

	<u>1995</u>	<u>1994</u>
Net book values:		
Motor vehicles	--	15450
	=====	=====
Depreciation charge for the year:		
Motor vehicles	--	5100
	=====	=====

Net obligations under finance leases and hire purchase contracts are secured on the assets acquired.

ARMSTRONG HARDWARE LIMITED

NOTES ON ACCOUNTS

31 MARCH 1995

8.	Stocks	<u>1995</u>	<u>1994</u>
	Finished goods and goods for resale	28500	30650
		=====	=====
9.	Debtors	<u>1995</u>	<u>1994</u>
	Trade debtors	13599	4861
	Other debtors	1313	1313
	Prepayments and accrued income	628	625
		-----	-----
		15540	6799
		=====	=====
10.	Creditors - amounts falling due within one year	<u>1995</u>	<u>1994</u>
	Bank loans and overdrafts	1176	3085
	Trade creditors	24697	22218
	Taxes and social security costs	1691	3108
	Net obligations under finance lease and hire purchase contracts	--	4913
	Directors current accounts	2458	3149
	Accruals and deferred income	3123	1666
		-----	-----
		33145	38139
		=====	=====
11.	Creditors - amounts falling due after more than one year	<u>1995</u>	<u>1994</u>
	<u>Loans</u>		
	Loans due within five years	13570	13570
		=====	=====
12.	Share capital	<u>1995</u>	<u>1994</u>
	<u>Authorised</u>		
	100 ordinary shares of £1 each	100	100
		=====	=====
	<u>Allotted, called up and fully paid</u>		
	100 ordinary shares of £1 each	100	100
		=====	=====

ARMSTRONG HARDWARE LIMITED

NOTES ON ACCOUNTS

31 MARCH 1995

13. Profit and loss account	<u>1995</u>	<u>1994</u>
Retained profits at 1 April 1994	5386	11016
Profit/(Loss) for the financial year	1123	(5630)
	-----	-----
Retained profits at 31 March 1995	<u>6509</u>	<u>5386</u>
	=====	=====
 14. Reconciliation of movements in shareholders' funds		
	<u>1995</u>	<u>1994</u>
Profit/(Loss) for the financial year	1123	(5630)
Shareholders' funds at 1 April 1994	5486	11116
	-----	-----
Shareholders' funds at 31 March 1995	<u>6609</u>	<u>5486</u>
	=====	=====