

# CHURCHILL HANDLEY LIMITED

DIRECTORS' REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31ST JULY 1999

Company No. 3408261



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COMPANIES HOUSE

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0091  
11/02/00

Wagstaffs  
Chartered Accountants and Registered Auditors

# CHURCHILL HANDLEY LIMITED

## COMPANY INFORMATION

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**Directors**

Mr G Churchill  
Mr C Terry  
Mrs S E Churchill  
Mrs T C Terry

**Secretary**

Mr G Churchill

**Company number**

3408261

**Registered office**

10 Riding Close  
West Bromwich  
West Midlands  
B71 3SG

**Accountants**

Wagstaffs  
Richmond House  
Walkern Road  
Stevenage  
Hertfordshire  
SG1 3QP

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# CHURCHILL HANDLEY LIMITED

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# CHURCHILL HANDLEY LIMITED

## DIRECTORS' REPORT

FOR THE YEAR ENDED 31ST JULY 1999

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The directors present their report and the accounts for the company for the year ended 31st July 1999.

### Principal activities

The company's principal activity during the year was power plant engineering.

### Directors and their interests

The directors who held office during the year and their beneficial interests in the company's issued share capital are given below:

Name of director	Share type	At 31st July 1999	At 1st August 1998
Mr G Churchill	Ordinary 'A'	25	49
Mr C Terry	Ordinary 'A'	25	49
Mrs S E Churchill (appointed 1.1.99)	Ordinary 'B'	24	-
Mrs T C Terry (appointed 1.1.99)	Ordinary 'B'	24	-

### 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 affairs of the company and of the profit or loss for that year. In preparing those 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 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.

**CHURCHILL HANDLEY LIMITED**

**DIRECTORS' REPORT**

**FOR THE YEAR ENDED 31ST JULY 1999**

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**Small company exemptions**

This report has been prepared in accordance with the special provisions relating to small companies within part VII of the Companies Act 1985.

By order of the Board



**Mr G Churchill, Secretary**

**Date:** 23/01/00.

10 Riding Close  
West Bromwich  
West Midlands  
B71 3SG

**ACCOUNTANTS' REPORT TO THE DIRECTORS**  
**ON THE UNAUDITED ACCOUNTS OF**  
**CHURCHILL HANDLEY LIMITED**

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As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31st July 1999, set out on pages 4 to 8, and you consider that the company is exempt from an audit and a report under Section 249A(1) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

*Wagstaffs*

**Wagstaffs**  
**Chartered Accountants**  
**Richmond House**  
**Walkern Road**  
**Stevenage**  
**Hertfordshire**  
**SG1 3QP**  
**Date:** 10/2/00

# CHURCHILL HANDLEY LIMITED

## PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST JULY 1999

	Notes	1999 £	1998 £
<b>Turnover</b>	2	<b>235,511</b>	204,773
Cost of sales		(91,278)	(65,338)
<b>Gross profit</b>		<b>144,233</b>	139,435
Administrative expenses		(88,846)	(68,374)
<b>Operating profit</b>		<b>55,387</b>	71,061
Interest receivable		639	-
<b>Profit on ordinary activities before taxation</b>		<b>56,026</b>	71,061
Tax on profit on ordinary activities	4	(11,578)	(14,961)
<b>Profit for the financial year</b>		<b>44,448</b>	56,100
Dividends	5	(40,412)	(35,714)
<b>Retained profit for the year</b>		<b>4,036</b>	20,386
<b>Retained profit brought forward</b>		<b>20,386</b>	-
<b>Retained profit carried forward</b>		<b>24,422</b>	20,386

There were no recognised gains or losses for 1999 or 1998 other than those included in the profit and loss account.

# CHURCHILL HANDLEY LIMITED

## BALANCE SHEET

AS AT 31ST JULY 1999

	Notes	£	1999 £	£	1998 £
<b>Current assets</b>					
Stocks			6,000		6,000
Debtors	6		23,508		28,447
Cash at bank and in hand			26,021		28,215
			<u>55,529</u>		<u>62,662</u>
<b>Creditors: Amounts falling due within one year</b>	7		(31,007)		(42,176)
<b>Total assets less current liabilities</b>			<u>24,522</u>		<u>20,486</u>
<b>Capital and reserves</b>					
Share capital	8		100		100
Profit and loss account			24,422		20,386
<b>Shareholders' funds</b>			<u>24,522</u>		<u>20,486</u>

The directors are of the opinion that the company is entitled to exemption from audit conferred by Subsection 1 of Section 249A of the Companies Act 1985 for the year ended 31st July 1999.

The directors confirm that no member or members have requested an audit pursuant to Subsection 2 of Section 249B of the Companies Act 1985.

The directors confirm that they are responsible for:

ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985,

and preparing accounts which give a true and fair view of the state of the affairs of the company as at the end of the financial year and of its results for the financial year in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 and the Financial Reporting Standard for Smaller Entities (effective March 1999).

These accounts were approved by the board on 23.01.00 and signed on its behalf by:

Mr G Churchill  
Director





# CHURCHILL HANDLEY LIMITED

## NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST JULY 1999

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### 1 Accounting policies

#### Basis of accounting

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

#### Turnover

Turnover comprises the value of sales excluding value added tax and trade discounts.

#### Stocks

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

#### 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.

#### Contribution to pension funds

The company operates a defined benefit pension scheme, which requires contributions to be made to a separately administered fund. Contributions to this fund are charged in the profit and loss account so as to spread the cost of pensions over the employees working lives within the company.

### 2 Turnover

The turnover was derived from the company's principal activity which was carried out wholly in the UK.

### 3 Directors' remuneration

	1999	1998
	£	£
Aggregate emoluments	45,899	31,587
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Retirement benefits were accruing to directors under schemes as follows:-	Number	Number
Defined benefit pension schemes	2	2
	<hr/>	<hr/>

# CHURCHILL HANDLEY LIMITED

## NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST JULY 1999

<b>4</b>	<b>Taxation</b>	<b>1999</b>	<b>1998</b>
		<b>£</b>	<b>£</b>
	Based on the profit for the year:		
	UK corporation tax at 21%/20% (1998: 21%)	<b>11,578</b>	<b>14,961</b>
		<b>11,578</b>	<b>14,961</b>
<b>5</b>	<b>Dividends</b>	<b>1999</b>	<b>1998</b>
		<b>£</b>	<b>£</b>
	Ordinary dividends - paid	<b>40,412</b>	<b>35,714</b>
	Total equity dividends	<b>40,412</b>	<b>35,714</b>
<b>6</b>	<b>Debtors</b>	<b>1999</b>	<b>1998</b>
		<b>£</b>	<b>£</b>
	Trade debtors	<b>23,408</b>	<b>28,347</b>
	Other debtors	<b>100</b>	<b>100</b>
		<b>23,508</b>	<b>28,447</b>
<b>7</b>	<b>Creditors: amounts falling due within one year</b>	<b>1999</b>	<b>1998</b>
		<b>£</b>	<b>£</b>
	Trade creditors	<b>8,366</b>	<b>13,007</b>
	Other creditors	<b>10,645</b>	<b>17,173</b>
	Directors' loans	<b>11,996</b>	<b>11,996</b>
		<b>31,007</b>	<b>42,176</b>

'Other creditors' include £9,245 (1998: £15,973) in respect of taxation and social security.

# CHURCHILL HANDLEY LIMITED

## NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST JULY 1999

8	Share capital	1999 £	1998 £
	<b>Authorised</b>		
	- Ordinary 'A' shares of £1 each	500	1,000
	- Ordinary 'B' shares of £1 each	500	-
		<u>1,000</u>	<u>1,000</u>
	<b>Allotted</b>		
	52 Allotted, called up and fully paid ordinary 'A' shares of £1 each	52	100
	48 Allotted, called up and fully paid ordinary 'B' shares of £1 each	48	-
		<u>100</u>	<u>100</u>

On 1st January 1999 the authorised share capital was divided into 500 'A' shares and 500 'B' shares. The 'A' shares and the 'B' shares shall rank *pari-passu* in all respects except that the 'B' shares shall carry no right to attend and vote at the General Meetings of the Company.

### 9 Pension scheme

The company operates a defined benefit pension scheme for the benefit of the directors. The assets of the scheme are administered by trustees in a fund independent from those of the company.

# CHURCHILL HANDLEY LIMITED

## MANAGEMENT PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST JULY 1999

	1999	1998
£	£	£
<b>Turnover</b>	<b>235,511</b>	<b>204,773</b>
<b>Cost of sales</b>		
Opening stock and work in progress	6,000	-
Purchases	91,278	71,338
	<u>97,278</u>	<u>71,338</u>
Closing stock and work in progress	6,000	6,000
	<u>91,278</u>	<u>65,338</u>
<b>Gross profit</b>	<b>144,233</b>	<b>139,435</b>
<b>Less expenses</b>		
Directors' remuneration	45,899	31,587
Directors' employers national insurance	4,470	2,426
Directors' pension costs	7,343	4,619
Wages and salaries	1,350	2,420
Telephone	2,597	2,468
Printing, postage and stationery	1,030	621
Insurance	682	636
Accountancy and bookkeeping charges	1,575	1,200
Travel costs	23,534	21,907
Bank charges	141	11
Entertaining	-	183
General expenses	225	296
	<u>88,846</u>	<u>68,374</u>
	<b>55,387</b>	<b>71,061</b>
<b>Other income</b>		
Bank deposit interest	639	-
	<u>639</u>	<u>-</u>
<b>Net profit for the year</b>	<b>56,026</b>	<b>71,061</b>