

Registrar of Companies

CHARMELDON LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST OCTOBER 2001
COMPANY NUMBER 1170774



CHARMELDON LIMITED

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For Management Information Only

-	Detailed Profit and Loss Account
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CHARMELDON LIMITED

Registration	In England - Number 1170774
Offices and Works	Internet House Watts Street Chadderton Oldham Lancashire OL9 9LQ
Directors	J T Wright J Gradwell J G Hall
Company Secretary	J T Wright
Company Number	1170774
Bankers	Barclays Bank Plc Gateway House Anchorage Quay Salford Quays Manchester M5 2YH
Accountants	John Howard & Company Portland Place 18 Mottram Road Stalybridge Cheshire SK15 3AD

CHARMELDON LIMITED

DIRECTORS REPORT

FOR THE YEAR ENDED 31ST OCTOBER 2001

The Directors have pleasure in presenting their report and the financial statements for the year ended 30th October 2001

Principal Activities

The Company's principal activity continues to be that of electrical & mechanical engineers.

Directors

The Directors who served during the year and their beneficial interests in the Company's issued ordinary share capital were

As at 31st October	<u>2001</u>	<u>2000</u>
J T Wright	50	50
J Gradwell	50	50
J G Hall (Appointed 25th January 2001)	-	-

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 and loss of the company for that period. In preparing those accounts, the directors are required to

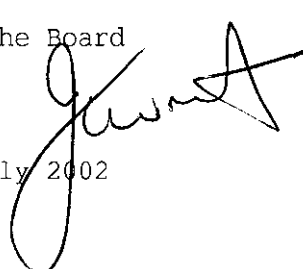
- select suitable accounting policies and apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.
- state whether the Financial Reporting Standards for Small Entities has been followed, subject to any material departures disclosed and explained in the financial statements

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

On behalf of the Board

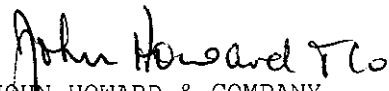
J T WRIGHT
Secretary

Dated: 25th July 2002



ACCOUNTANTS REPORT ON THE UNAUDITED ACCOUNTS OF
CHARMELDON LIMITED

As described in the balance sheet you are responsible for the preparation of the accounts for the year ended 31st October 2001 set out on pages 3 to 9, and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.


JOHN HOWARD & COMPANY
Chartered Accountants

Date 26th July 2002

Portland Place
18 Mottram Road
Stalybridge
Cheshire SK15 3AD

CHARMELDON LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST OCTOBER 2001

	<u>Notes</u>	<u>2001</u>	<u>2000</u>
Turnover	2	507265	614105
Cost of sales		311776	414397
<u>Gross profit</u>		195489	199708
Administrative expenses		161472	110369
<u>Operating profit/(loss)</u>	4	34017	89339
Interest receivable		828	175
		34845	89514
Interest payable and similar charges	5	1273	2435
<u>Profit/(loss) on ordinary activities before taxation</u>		33572	87079
Taxation on profit on ordinary activities	6	12308	16617
<u>Profit/(loss) for the year</u>		21264	70462
Dividends paid and proposed	7	70000	-
<u>Retained profit/(loss) for the year</u>		£ (48736)	£ 70462

CHARMELDON LIMITED

BALANCE SHEET

AS AT 31ST OCTOBER 2001

	<u>Notes</u>	<u>2001</u>	<u>2000</u>
<u>Fixed Assets</u>			
Tangible assets	8	23402	14682
<u>Current assets</u>			
Debtors	9	86012	97517
Cash at bank and in hand		106370	164611
		192382	262128
<u>Creditors Amounts falling due within one year</u>	10	91475	102738
<u>Net current assets/(liabilities)</u>		100907	159390
<u>Total assets less current liabilities</u>		124309	174072
<u>Creditors Amounts falling due after more than one year</u>	11	3746	5066
<u>Provisions for liabilities and charges</u>	12	346	53
		£ 120217	£ 168953
		=====	=====
<u>Capital and Reserves</u>			
Called up share capital	14	100	100
Profit and loss account	13	120117	168853
Shareholders funds		£ 120217	£ 168953
		=====	=====

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

a) that for the year in question the company was entitled to the exemption conferred by section 249a(1) of the Companies Act 1985

b) that no notice has been deposited at the registered office of the company pursuant to section 249b requesting that an audit be conducted for the year ended 31st October 2001 and

c) that we acknowledge our responsibilities for

ensuring that the company keeps accounting records which comply with the Companies Act 1985, and

preparing accounts which give a true and fair view of the state of affairs of the company as at the end of its financial year and of its profit for the year then ended and which otherwise comply with the provisions of the Companies Act relating to accounts, so far as they apply to the company.

These accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985

Approved by the Board on 25th July 2002

J G HALL
Director

A handwritten signature in black ink, consisting of a stylized 'J' followed by several diagonal strokes.

CHARMELDON LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST OCTOBER 2001

1. Accounting Policies

1.1 Accounting conventions

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

1.2 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation.

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

Motor vehicles 25% pa reducing balance basis

1.4 Leased assets

Assets held under finance leases, which confer rights and obligations similar to those attached to owned assets, are capitalised as tangible fixed assets and are depreciated over the shorter of the lease terms and their useful lives. The capital elements of future lease obligations are recorded as liabilities, whilst the interest elements are charged to the profit and loss account over the period of the lease to produce a consistent rate of charge on the balance of the capital repayments outstanding. Hire purchase transactions are dealt with similarly, except that assets are depreciated over their useful lives.

Rentals under operating leases are charged on a straight line basis over the lease term, even if payments are not made on such a basis.

1.5 Deferred taxation

Provision is made, using the liability method, for timing differences between the treatment of certain items for taxation and accounting purposes to the extent that it is probable that a liability will crystallise in the foreseeable future.

2. Turnover

The turnover and profit before taxation are attributable to the principal activities of the company, all of which arises in the United Kingdom.

3. Cost of sales and expenses

All cost of sales and expenses are related to the continuing operations of the company.

CHARMELDON LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

4. Operating profit

Operating profit is after charging

	<u>2001</u>	<u>2000</u>
Depreciation of tangible fixed assets		
Owned by the company	-	-
Held under finance leases and hire purchase contracts	7800	4894
Directors remuneration	53851	-

5. Interest payable and similar charges

Bank loans and overdrafts	3	73
Finance leases and hire purchase contracts	1270	2362
	£ 1273	£ 2435

6. Taxation

UK corporation tax	12016	17361
Transfer to/(from) deferred taxation	292	(744)
	£ 12308	£ 16617

7. Dividends Paid

Ordinary Shares	70000	-
	£ 70000	£ -

8. Tangible fixed assets

Cost

At 1st November 2000	20427
Additions	16520
Disposals	-
At 31st October 2001	£ 36947

Depreciation

At 1st November 2000	5745
Relating to disposals	-
Charge for the year	7800
At 31st October 2001	£ 13545

Net book values

At 31st October 2000	£ 23402
At 31st October 2000	£ 14682

The net book value of £23402 (2000 £14682) includes assets under finance leases or hire purchase contracts amounting to £23402 (2000 £14682).

CHARMELDON LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

	<u>2001</u>	<u>2000</u>
<u>9. Debtors</u>		
<u>Due within one year</u>		
Trade debtors	86012	97517
	£ 86012	£ 97517
<u>10. Creditors Amounts falling due within one year</u>		
Obligations under finance leases and hire purchase contracts	8956	6138
Trade creditors	25721	27497
Corporation tax	6715	4681
Other taxes and social security costs	3569	5440
Value added tax	11079	27117
Accruals and deferred income	35435	24269
Other creditors	-	7596
	£ 91475	£ 102738
<u>11. Creditors Amounts falling due after more than one year</u>		
Obligations under finance leases and hire purchase contracts	3746	5066
	£ 3746	£ 5066
<u>12. Provision for liabilities and charges</u>		
<u>Deferred Tax Accelerated capital allowances</u>		
Deferred tax provided	£ 346	£ 53
Deferred tax not provided	£ -	£ -
<u>13. Reconciliation of reserves</u>		
	Called up Share Capital	Profit & Loss Account
Balance at 1st November 2000	100	168853
Transfer from profit and loss account	-	(48736)
Balance at 31st October 2001	100	120117

CHARMELDON LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

	<u>2001</u>	<u>2000</u>
<u>14. Share capital</u>		
<u>Authorised</u>		
Ordinary shares of £1 each	£ 1000	£ 1000
<u>Allotted, called up and fully paid</u>		
Ordinary shares of £1 each	£ 100	£ 100

15. Transactions with related parties

The directors of the company Mr J T Wright and Mr J Gradwell are directors and shareholders of Charmeldon Communications Ltd. The following transactions took place at commercial prices.

Included in sales for work completed	£ 428
Included in purchases for work completed	£ 572
Included in administration cost	£ 21521

At 31st October 2001 trade creditors include £2096 due in respect of the above.