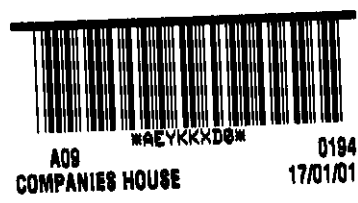


**COVENTRY SCAFFOLDING CO.(LONDON) LIMITED**

**REPORT AND  
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED  
31 MAY 2000**

REGISTERED NUMBER: 484489



**COVENTRY SCAFFOLDING CO.(LONDON) LIMITED**

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MAY 2000**

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**COVENTRY SCAFFOLDING CO.(LONDON) LIMITED**

**COMPANY INFORMATION**  
**AS AT 31 MAY 2000**

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**DIRECTORS**

P M Hanifan  
P T Hanifan  
P Hanifan  
A C Charlick  
P J C Hanifan

**SECRETARY**

T C Por

**REGISTERED OFFICE**

471 Southend Lane  
Sydenham  
London  
SE26 5BT

**BUSINESS ADDRESS**

471 Southend Lane  
Sydenham  
London  
SE26 5BT.

**AUDITORS**

Harrison Hill Castle & Co  
Chartered Accountants  
Melbury House  
34 Southborough Road  
Bickley  
Kent  
BR1 2EB

## **COVENTRY SCAFFOLDING CO.(LONDON) LIMITED**

### **DIRECTORS' REPORT**

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The directors present their annual report with the financial statements of the company for the year ended 31 May 2000.

#### **PRINCIPAL ACTIVITIES**

The principal activity of the company in the year under review was the erection and hire of scaffolding.

#### **DIRECTORS AND THEIR INTERESTS**

The directors in office in the year and their beneficial interests in the company at the balance sheet date and the beginning of the year (or on appointment if later) were as follows:

		<b>Number of Shares</b>	
		<b>2000</b>	<b>1999</b>
P M Hanifan	Ordinary £1 shares	3,465	3,465
P T Hanifan	Ordinary £1 shares	10,676	10,676
P Hanifan	Ordinary £1 shares	3,465	3,465
A C Charlick		-	-
P J C Hanifan		-	-

#### **DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company as at the end of the financial year 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for maintaining 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 financial statements 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.

#### **POLITICAL AND CHARITABLE CONTRIBUTIONS**

During the year, the company made charitable contributions totalling £1,450.

#### **COMPANY'S OWN SHARES**

During the year, the company purchased 23,340 of its own ordinary £1 shares due to the retirement of J J Hanifan (a former director). The total consideration amounted to £212,360, which was considered the fair market value at the date of purchase. The purchase constituted the entire share capital held by J J Hanifan and his family trust.

**COVENTRY SCAFFOLDING CO.(LONDON) LIMITED**

**DIRECTORS' REPORT**

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**AUDITORS**

The auditors, Harrison Hill Castle & Company, will be proposed for re-appointment in accordance with section 385 of the companies act 1985.

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

By order of the board:

A handwritten signature in dark ink, appearing to read 'T C Por', is written over a horizontal dotted line.

T C Por  
Secretary

Date: 12.01.01

**COVENTRY SCAFFOLDING CO.(LONDON) LIMITED**

**AUDITORS' REPORT TO THE SHAREHOLDERS**

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We have audited the financial statements on pages 5 to 12 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities, under the historical cost convention and on the basis of accounting policies set out on page 7.

**RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND AUDITORS**

As described in the directors' report, the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

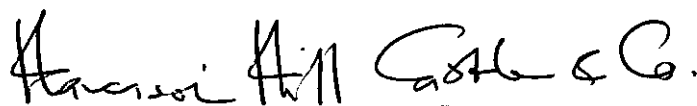
**BASIS OF OPINION**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance as to whether the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**OPINION**

In our opinion the financial statements give a true and fair view of the state of affairs of the company as at 31 May 2000 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.



**Harrison Hill Castle & Co**  
**Chartered Accountants**  
**Registered Auditor**  
**Melbury House**  
**34 Southborough Road**  
**Bickley**  
**Kent**  
**BR1 2EB**

Date: 12.01.01

**COVENTRY SCAFFOLDING CO.(LONDON) LIMITED****PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 MAY 2000**

	Notes	2000 £	1999 £
<b>TURNOVER</b>		2,456,123	2,595,884
Cost of sales		1,429,255	1,589,260
<b>GROSS PROFIT</b>		1,026,868	1,006,624
Distribution costs		109,821	117,052
Administrative expenses		894,571	914,508
<b>OPERATING PROFIT / (LOSS)</b>	2	22,476	(24,936)
Investment income and interest receivable		23,730	39,986
Interest payable and similar charges		(4,926)	(3,528)
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		41,280	11,522
Tax on profit on ordinary activities	5	(13,880)	(15,081)
<b>PROFIT / (LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION</b>		27,400	(3,559)

The notes on pages 7 to 12 form part of these financial statements.

**COVENTRY SCAFFOLDING CO.(LONDON) LIMITED****BALANCE SHEET  
AT 31 MAY 2000**

	Notes	£	2000 £	£	1999 £
<b>FIXED ASSETS</b>					
Tangible assets	6		335,893		269,577
Investments	7		11,288		7,579
			<u>347,181</u>		<u>277,156</u>
<b>CURRENT ASSETS</b>					
Stocks		234,602		174,054	
Debtors	8	464,185		457,394	
Cash at bank and in hand		448,547		609,956	
		<u>1,147,334</u>		<u>1,241,404</u>	
<b>CREDITORS: amounts falling due within one year</b>	9	(756,436)		(636,311)	
<b>NET CURRENT ASSETS</b>			390,898		605,093
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>738,079</u>		<u>882,249</u>
<b>CREDITORS: amounts falling due after more than one year</b>			(40,790)		-
<b>NET ASSETS</b>			<u>697,289</u>		<u>882,249</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	10		45,876		69,306
Share premium account	11		9,459		9,459
Other reserves	12		23,430		-
Profit and loss account	13		618,524		803,484
<b>TOTAL SHAREHOLDERS' FUNDS</b>			<u>697,289</u>		<u>882,249</u>

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

Approved by the board of directors on 12<sup>th</sup> JANUARY 2001 and signed on its behalf by:

P Hanifan

P J C Hanifan

Directors

The notes on pages 7 to 12 form part of these financial statements.



## **COVENTRY SCAFFOLDING CO.(LONDON) LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2000**

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#### **1. STATEMENT OF ACCOUNTING POLICIES**

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

##### **Turnover**

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

##### **Depreciation of tangible fixed assets**

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

Freehold buildings	2.5% on cost
Plant & machinery	15% on cost
Office furniture & fittings	15% on cost
Motor Vehicles	20%-25% on cost
No depreciation is charged on freehold land	

##### **Boards,ropes & tarpaulins**

Boards, ropes and tarpaulins are written off in the year of acquisition

##### **Stocks**

Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost includes all direct expenditure and an appropriate portion of variable and fixed overheads.

##### **Investments**

Investments held as fixed assets are stated at cost less provision for permanent diminution in value. Those held as current assets are stated at the lower of cost and net realisable value.

Dividends are brought to account in the profit and loss account when received.

##### **Leasing and hire purchase commitments**

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their estimated useful lives. The interest element of the rental obligations is charged to the profit and loss account over the period of the lease.

##### **Pension costs**

The company operates a money purchase (defined contribution) pension scheme. Contributions payable to this scheme are charged to the profit and loss account in the period to which they relate. These contributions are invested separately from the company's assets.

**COVENTRY SCAFFOLDING CO.(LONDON) LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MAY 2000****2. OPERATING PROFIT / (LOSS)**

<b>Operating profit / (loss) is stated</b>	<b>2000</b>	<b>1999</b>
	<b>£</b>	<b>£</b>
<b>After charging:</b>		
Depreciation of fixed assets	73,667	114,804
Depreciation of leased assets	21,324	5,235
Auditors' remuneration	8,000	7,650
	<u>          </u>	<u>          </u>
<b>After crediting:</b>		
Profit on disposal of tangible assets	10,809	15,648
	<u>          </u>	<u>          </u>

**3. INFORMATION ON DIRECTORS**

	<b>2000</b>	<b>1999</b>
	<b>£</b>	<b>£</b>
<b>Directors' emoluments</b>		
Emoluments, including pension contributions to money purchase (defined contribution) schemes	281,573	300,131
	<u>          </u>	<u>          </u>

	<b>2000</b>	<b>1999</b>
	<b>No.</b>	<b>No.</b>
During the year the following number of directors:		
Accrued benefits under money purchase (defined contribution) pension schemes	3	4
	<u>          </u>	<u>          </u>

	<b>2000</b>	<b>1999</b>
	<b>£</b>	<b>£</b>
Details of highest paid director's emoluments		
Emoluments	93,433	59,833
	<u>          </u>	<u>          </u>

**4. PENSION COSTS****Money purchase (defined contribution) pension scheme**

The company operates a money purchase (defined contribution) pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £30,304 (1999: £45,717).

**COVENTRY SCAFFOLDING CO.(LONDON) LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MAY 2000****5. TAX ON PROFIT ON ORDINARY ACTIVITIES**

	2000 £	1999 £
The taxation charge comprises:		
Corporation tax at 10/20/22.5% (1999 - 20/21%)	13,880	15,081

**6. TANGIBLE FIXED ASSETS**

	Land and buildings £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Total £
<b>Cost:</b>					
At 1 June 1999	58,556	956,095	161,476	413,559	1,589,686
Additions	-	27,371	12,013	128,616	168,000
Disposals	-	(192,313)	-	(33,576)	(225,889)
At 31 May 2000	58,556	791,153	173,489	508,599	1,531,797
<b>Depreciation:</b>					
At 1 June 1999	12,512	826,301	127,279	354,018	1,320,110
Charge for year	966	38,473	20,208	35,345	94,992
On disposals	-	(192,313)	-	(26,885)	(219,198)
At 31 May 2000	13,478	672,461	147,487	362,478	1,195,904
<b>Net book value:</b>					
At 31 May 2000	45,078	118,692	26,002	146,121	335,893
At 31 May 1999	46,044	129,795	34,197	59,541	269,577

**Analysis of net book value of land and buildings:**

	2000 £	1999 £
Freehold	45,078	46,044

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

	2000 £	1999 £
Net book values:		
Motor vehicles	31,454	14,581
Depreciation charge for the year:		
Motor vehicles	21,524	4,860

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

**COVENTRY SCAFFOLDING CO.(LONDON) LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MAY 2000****7. INVESTMENTS**

	Beginning of year £	Additions £	End of year £
<b>Cost or valuation:</b>			
Other investments	9,661	4,075	13,736

	Beginning of year £	Written off in year £	End of year £
<b>Amounts written off:</b>			
Other investments	2,082	366	2,448
<b>Net book value</b>	<b>7,579</b>		<b>11,288</b>

**Other investments other than loans****Shares:**

	Book value 2000 £	Market value 2000 £	Book value 1999 £	Market value 1999 £
Listed:				
U.K. Stock Exchange	4,075	1,463	-	-
Unlisted	1,213	-	1,579	-

Due to the nature of unlisted investments, a market value is not readily ascertainable. However, it is considered that a market value, if attainable, would not materially differ from the book value.

**Shares in related undertakings:**

	Beginning and end of year £
<b>Cost or valuation:</b>	
Shares:	
Group undertaking	6,000
<b>Book value</b>	<b>6,000</b>

**COVENTRY SCAFFOLDING CO.(LONDON) LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MAY 2000****8. DEBTORS**

	2000 £	1999 £
Trade debtors	244,257	231,790
Amounts owed by related undertakings	187,155	187,155
Other debtors	32,773	38,449
	<u>464,185</u>	<u>457,394</u>

**9. CREDITORS: amounts falling due within one year**

	2000 £	1999 £
Bank loans and overdrafts	64,990	-
Trade creditors	74,887	55,340
Amounts owed to group undertakings	109,055	109,055
Taxation and social security	171,152	113,039
Other creditors	336,351	358,877
	<u>756,435</u>	<u>636,311</u>

Bank overdrafts amounting to £64,990 (1999 £nil) are secured.

**10. SHARE CAPITAL**

	2000 £	1999 £
<b>Authorised:</b>		
<b>Equity interests:</b>		
200,000 Ordinary shares of £1 each	<u>200,000</u>	<u>200,000</u>
<b>Allotted, called up and fully paid:</b>		
<b>Equity interests:</b>		
45,876 Ordinary shares of £1 each	<u>45,876</u>	<u>69,306</u>

**11. SHARE PREMIUM ACCOUNT**

	2000 £	1999 £
<b>Equity interests:</b>		
Balance at beginning of year	9,459	9,459
Movements during the year	-	-
Balance at year end	<u>9,459</u>	<u>9,459</u>

**COVENTRY SCAFFOLDING CO.(LONDON) LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MAY 2000****12. OTHER RESERVES**

	2000 £	1999 £
Capital redemption reserve		
Capital redemption reserve increase	23,430	-
Balance at 31 May 2000	23,430	-
<b>Total other reserves</b>	<b>23,430</b>	<b>-</b>

**13. PROFIT AND LOSS ACCOUNT**

	2000 £	1999 £
Retained profit as at 1 June 1999	803,484	807,043
Profit / (loss) for the year	27,400	(3,559)
Purchase of own Shares	(212,360)	-
Retained profit as at 31 May 2000	618,524	803,484

**14. REVENUE COMMITMENTS**

At the year end the company was committed to making the following payments during the next year in respect of operating leases with expiry dates as follows:

	2000 £	1999 £
More than five years	22,500	21,000

**15. RELATED PARTY DISCLOSURES**

The company occupies premises owned by Coventry Properties Ltd rent free. Both companies are commonly controlled.

At 31 May 2000 the company was owed £187,155 (1999-£187,155) by Coventry Properties Ltd.

At the balance sheet date the company owed £109,055 to Thames Scaffolding Company Ltd (1999-£109,055) and £125,596 to Palace Scaffolding Company (London) Ltd (1999-£137,596). Both companies are also commonly controlled.

On 25 October 1999, the company repurchased the share capital of Mr J.J Hanifan. The consideration paid of £212,360 represented the fair market value at the date of purchase.