

HADZOR DAVIES RESIDENTIAL LIMITED

**REPORT AND
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED
30 NOVEMBER 1999**

REGISTERED NUMBER: 2656984



HADZOR DAVIES RESIDENTIAL LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 1999

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HADZOR DAVIES RESIDENTIAL LIMITED

COMPANY INFORMATION
AT 30 NOVEMBER 1999

DIRECTORS

Mr TF Davies
Mr QAS Davies
Mrs GM Davies

SECRETARY

Mr QAS Davies

REGISTERED OFFICE

29, Tamworth Street
Lichfield
Staffordshire
WS13 6JP

AUDITORS

LJ Goodwin & Co
Chartered Accountants
29, Tamworth Street
Lichfield
Staffordshire
WS13 6JP

SOLICITORS

Shakespeares
10, Bennetts Hill
Birmingham
B2 5RS

HADZOR DAVIES RESIDENTIAL LIMITED

DIRECTORS' REPORT

The directors present their annual report with the financial statements of the company for the year ended 30 November 1999.

PRINCIPAL ACTIVITIES

The principal activity of the company in the year under review was that of builders and property developers.

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 was as follows:

		Number of Shares	
		1999	1998
Mr TF Davies	Ordinary shares	84	84
Mr QAS Davies	Ordinary shares	15	15
Mrs GM Davies	Ordinary shares	1	1

Directors appointed during the year:
Mrs GM Davies 13 October 1998

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.

AUDITORS

The auditors, LJ Goodwin & Co, are deemed to be re-appointed in accordance with section 386 of the Companies Act 1985 by virtue of an elective resolution passed by the shareholders on 21 September 2000.

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:


Mr QAS Davies
Secretary

Date: 21 September 2000

HADZOR DAVIES RESIDENTIAL LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS

We have audited the financial statements on pages 4 to 8 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 6.

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 30 November 1999 and of its loss for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.



LJ Goodwin & Co
Chartered Accountants
Registered Auditors
29, Tamworth Street
Lichfield
Staffordshire
WS13 6JP

Date: 21 September 2000

HADZOR DAVIES RESIDENTIAL LIMITED**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 NOVEMBER 1999**

	Notes	1999 £	1998 £
TURNOVER		457,861	754,451
Cost of sales		394,195	598,342
GROSS PROFIT		63,666	156,109
Distribution costs		54,580	33,387
Administrative expenses		44,703	56,018
OPERATING (LOSS) / PROFIT	2	(35,617)	66,704
Investment income and interest receivable		427	2,686
Interest payable and similar charges		(9,837)	(33,529)
(LOSS) / PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(45,027)	35,861
Tax on (loss) / profit on ordinary activities		-	(5,660)
(LOSS) / PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		(45,027)	30,201
Dividends		(16,000)	(10,000)
(ACCUMULATED LOSS) / RETAINED PROFIT FOR THE FINANCIAL YEAR	10	(61,027)	20,201

The notes on pages 6 to 8 form part of these financial statements.

HADZOR DAVIES RESIDENTIAL LIMITED

BALANCE SHEET AT 30 NOVEMBER 1999

	Notes	£	1999 £	£	1998 £
FIXED ASSETS					
Tangible assets	5		21,245		16,175
CURRENT ASSETS					
Stocks		420,625		409,528	
Debtors	6	9,339		5,435	
Cash at bank and in hand		10,288		34,309	
		<u>440,252</u>		<u>449,272</u>	
CREDITORS: amounts falling due within one year	7	<u>(294,440)</u>		<u>(237,363)</u>	
NET CURRENT ASSETS			145,812		211,909
TOTAL ASSETS LESS CURRENT LIABILITIES					
			<u>167,057</u>		<u>228,084</u>
CREDITORS: amounts falling due after more than one year	8		<u>(150,976)</u>		<u>(150,976)</u>
NET ASSETS			<u>16,081</u>		<u>77,108</u>
CAPITAL AND RESERVES					
Called up share capital	9		100		100
Profit and loss account	10		<u>15,981</u>		<u>77,008</u>
TOTAL SHAREHOLDERS' FUNDS			<u>16,081</u>		<u>77,108</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 21 September 2000 and signed on its behalf by:



Mrs GM Davies
Director

HADZOR DAVIES RESIDENTIAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 1999

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:

Plant and machinery	15% on cost
Motor vehicles	25% on cost

Stocks

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

Net realisable value is based on estimated selling price less further costs to completion and disposal.

Pension costs

The company operates a defined benefit pension scheme. Contributions payable to this scheme are charged to the profit and loss account so as to spread the cost of the pension over the employee's expected working life. The pension charge is calculated on the basis of actuarial advice. These contributions are invested separately from the company's assets.

2. OPERATING (LOSS) / PROFIT

Operating (loss) / profit is stated	1999 £	1998 £
After charging:		
Depreciation of fixed assets	3,296	5,427
Auditors' remuneration	2,500	2,500
	<hr/>	<hr/>
After crediting:		
Profit on disposal of tangible assets	4,145	7,099
	<hr/>	<hr/>

3. INFORMATION ON DIRECTORS

	1999 £	1998 £
Directors' emoluments		
Emoluments, including pension contributions to money purchase (defined contribution) schemes	20,256	38,164
	<hr/>	<hr/>

HADZOR DAVIES RESIDENTIAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 1999

4. PENSION COSTS

Defined benefit scheme

The company operates a pension scheme based on final pensionable pay. The assets of the scheme are held separately from those of the company, being invested with insurance companies. Contributions to the scheme are charged to the profit and loss account so as to spread the cost of pensions over employee's working lives with the company. The contributions are determined by a qualified actuary on the basis of triennial valuations using the projected unit method. The most recent valuation was at 30 November 1999.

The pension charge for the year was £772 (1998: £773).

5. TANGIBLE FIXED ASSETS

	Plant and machinery etc. £
Cost:	
At 1 December 1998	41,352
Additions	22,495
Disposals	(30,798)
At 30 November 1999	33,049
Depreciation:	
At 1 December 1998	25,177
Charge for year	1,250
On disposals	(14,623)
At 30 November 1999	11,804
Net book value:	
At 30 November 1999	21,245
At 30 November 1998	16,175

6. DEBTORS

	1999 £	1998 £
Other debtors	9,339	5,435

HADZOR DAVIES RESIDENTIAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 NOVEMBER 1999

7. CREDITORS: amounts falling due within one year

	1999	1998
	£	£
Bank loans and overdrafts	243,103	186,813
Trade creditors	41,993	27,098
Taxation and social security	4,956	7,452
Other creditors	4,388	16,000
	<u>294,440</u>	<u>237,363</u>

Bank overdrafts amounting to £44,645 (1998 £nil) are secured.

8. CREDITORS: amounts falling due after more than one year

	1999	1998
	£	£
Other creditors	<u>150,976</u>	<u>150,976</u>

9. SHARE CAPITAL

	1999	1998
	£	£
Authorised:		
Equity interests:		
100 ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid:		
Equity interests:		
100 ordinary shares of £1 each	<u>100</u>	<u>100</u>

10. PROFIT AND LOSS ACCOUNT

	1999	1998
	£	£
Retained profit as at 1 December 1998	77,008	56,807
(Loss) / profit for the year	<u>(61,027)</u>	<u>20,201</u>
Retained profit as at 30 November 1999	<u>15,981</u>	<u>77,008</u>