

J R Smart (Builders) Limited

Abbreviated accounts 31 December 1995
together with auditors' report

Registered number: 1148586



Auditors' report

Bristol

To the directors of J R Smart (Builders) Limited pursuant to paragraph 24 of Schedule 8 to the Companies Act 1985:

We have examined the abbreviated accounts on pages 3 to 6 together with the accounts of J R Smart (Builders) Limited prepared under Sections 247 to 249 of the Companies Act 1985 for the year ended 31 December 1995.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the Company's entitlement to the exemptions claimed in the directors' statement on page 3 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited accounts, that the Company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those accounts. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full accounts.

Opinion

In our opinion the Company is entitled under Sections 246, 247 and 249 of the Companies Act 1985 to the exemptions conferred by Section B of Part III of Schedule 8 to that Act, in respect of the year ended 31 December 1995, and the abbreviated accounts on pages 3 to 6 have been properly prepared in accordance with that Schedule.

Other information

On 29 March 1996, we reported, as auditors of J R Smart (Builders) Limited, to the members on the accounts prepared under Section 226 of the Companies Act 1985 for the year ended 31 December 1995, and our audit report was as follows:

"We have audited the accounts on pages 3 to 6 and 10 to 17 which have been prepared under the historical cost convention and the accounting policies set out on pages 4 and 13.

Respective responsibilities of directors and auditors

As described on pages 7 and 8, the Company's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts 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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

Auditors' report (continued)

Bristol

Other information (continued)

Basis of opinion (continued)

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 that the accounts 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 accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of the Company's affairs at 31 December 1995 and of its profit and cash flows for the year then ended and have been properly prepared in accordance with the Companies Act 1985."



Arthur Andersen
Chartered Accountants and Registered Auditors

Broad Quay House
Broad Quay
Bristol
BS1 4DJ

29 April 1996

Abbreviated balance sheet

31 December 1995

	Note	1995 £	1994 £
Fixed assets			
Tangible assets	2	156,616	143,021
Investments	3	31,300	31,300
		<u>187,916</u>	<u>174,321</u>
Current assets			
Stocks		4,533,815	4,012,084
Debtors	4	33,614	40,001
Cash in hand		40	110
		<u>4,567,469</u>	<u>4,052,195</u>
Creditors: Amounts falling due within one year		<u>(3,082,825)</u>	<u>(2,626,727)</u>
Net current assets		<u>1,484,644</u>	<u>1,425,468</u>
Total assets less current liabilities		<u>1,672,560</u>	<u>1,599,789</u>
Creditors: Amounts falling due after more than one year		<u>(6,200)</u>	<u>(19,176)</u>
Net assets		<u>1,666,360</u>	<u>1,580,613</u>
Capital and reserves			
Called-up share capital	5	1,500	1,500
Profit and loss account		1,664,860	1,579,113
Shareholders' funds - equity interests	6	<u>1,666,360</u>	<u>1,580,613</u>

Advantage has been taken of the exemptions conferred by Part I of Schedule 8 to the Companies Act 1985. The directors have relied on section 247 to 249 to the Act as entitling them to deliver modified accounts, and they do so on the ground that, in their opinion, the Company is entitled to the benefit of those exemptions as a small company.

Signed on behalf of the Board

J R Smart

29 April 1996

Director

The accompanying notes are an integral part of this balance sheet.

Notes to abbreviated accounts

31 December 1995

1 Accounting policies

A summary of the principal accounting policies all of which have been applied consistently throughout the year and the preceding year, is set out below:

a) Basis of accounting

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

b) Tangible fixed assets

Tangible fixed assets are shown at cost.

Depreciation is provided at rates calculated to write off the cost, less estimated residual value, of fixed assets over their estimated useful lives as follows:

Freehold buildings	2% per annum straight-line
Fixtures and fittings	15% per annum reducing balance
Plant and machinery	25% per annum reducing balance
Motor vehicles	25% per annum reducing balance

c) Stocks - work-in-progress and land held for resale

Stocks are stated at the lower of first-in, first-out cost and net realisable value. Cost comprises land, materials, direct labour and an appropriate proportion of construction overheads.

d) Investments

Fixed asset investments are shown at cost.

e) Taxation

Corporation tax payable is provided on taxable profits at the current rate.

Deferred taxation (which arises from differences in the timing of the recognition of items, principally depreciation in the accounts and by the tax legislation) has been calculated on the liability method. Deferred taxation is provided on timing differences which will probably reverse at the rates of tax likely to be in force at the time of reversal.

Deferred tax is not provided on timing differences which, in the opinion of the directors, will probably not reverse.

f) Hire purchase transactions

Assets held under hire purchase contracts are initially reported at the fair value of the asset with an equivalent liability categorised as appropriate under creditors due within one or after one year. The assets are depreciated over their useful economic life. Finance charges are allocated to accounting periods over the period of the lease to produce a constant rate of return on the outstanding balance. Rentals are apportioned between finance charges and reduction of the liability.

Notes to abbreviated accounts (continued)

2 Tangible fixed assets

	Freehold buildings £	Fixtures and fittings £	Plant and machinery £	Motor vehicles £	Total £
Cost					
Beginning of year	62,726	5,138	-	111,813	179,677
Additions	-	2,938	25,314	10,926	39,178
End of year	62,726	8,076	25,314	122,739	218,855
Depreciation					
Beginning of year	6,275	2,753	-	27,628	36,656
Charge for the year	1,255	458	2,499	21,371	25,583
End of year	7,530	3,211	2,499	48,999	62,239
Net book value					
Beginning of year	56,451	2,385	-	84,185	143,021
End of year	55,196	4,865	22,815	73,740	156,616
Assets under hire purchase agreements included in the above:					
Net book value					
Beginning of year	-	-	-	68,175	68,175
End of year	-	-	18,370	51,160	69,530

3 Fixed assets investments

The following are included in fixed asset investments:

	1995 £	1994 £
Cost and net book value		
Subsidiary undertaking	22,300	22,300
Other investments	9,000	9,000
	<u>31,300</u>	<u>31,300</u>

a) Investment in subsidiary

The Company holds the entire issued share capital of J R Smart (Homes) Limited, a non-trading company incorporated in Great Britain. The subsidiary undertaking has net assets of £23,554 which are fully represented by cash. These accounts do not consolidate those of J R Smart (Homes) Limited, as in the opinion of the directors they are not material given that company's non-trading status.

Notes to abbreviated accounts (continued)

3 Fixed assets investments (continued)

b) Other investments

Other investments are unquoted and in the opinion of the directors, their market value is not materially different from their cost.

4 Debtors

	1995 £	1994 £
Prepayments:		
Amounts falling due within one year	20,242	13,679
Amounts falling due after more than one year	13,372	26,322
	<u>33,614</u>	<u>40,001</u>

5 Called-up share capital

	1995 £	1994 £
<i>Authorised, allotted, called-up and fully-paid</i>		
1,500 ordinary shares of £1 each	<u>1,500</u>	<u>1,500</u>

6 Reconciliation of movement in shareholders' funds

	1995 £	1994 £
Profit for the financial year	85,747	67,918
Opening shareholders' funds	<u>1,580,613</u>	<u>1,512,695</u>
Closing shareholders' funds	<u>1,666,360</u>	<u>1,580,613</u>