

DIRECT ROOFING SUPPLIES LIMITED

Company Number: 02459661

ABBREVIATED STATUTORY ACCOUNTS
YEAR ENDED 31ST DECEMBER 1996

D A NAYLOR & CO
CHARTERED ACCOUNTANTS



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COMPANIES HOUSE 25/09/97

DIRECT ROOFING SUPPLIES LIMITED
ABBREVIATED STATUTORY ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER 1996

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AUDITORS' REPORT TO
DIRECT ROOFING SUPPLIES LIMITED

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8
TO THE COMPANIES ACT 1985

We have examined the abbreviated financial accounts on pages 2 and 3 together with the financial accounts of the company prepared under section 226 of the Companies Act 1985 for the year ended 31st December 1996.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated financial 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 2 and whether the abbreviated financial 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 financial accounts, that the company is entitled to the exemptions and that the abbreviated financial accounts have been properly prepared from those financial 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 financial accounts.

OPINION

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred in section A of Part III of Schedule 8 to that Act, in respect of the year ended 31st December 1996 and the abbreviated financial accounts on pages 2 and 3 have been properly prepared in accordance with that Schedule.

OTHER INFORMATION

On 12th May 1997 we reported, as auditors of the company, to the shareholders on the financial accounts prepared under section 226 of the Companies Act 1985 for the year ended 31st December 1996, and our report was as follows:

'We have audited the financial accounts on pages 4 to 6 which have been prepared under the historical cost convention and the accounting policies set out on page 6a.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 2 the company's directors are responsible for the preparation of financial accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

continued

AUDITORS' REPORT TO
DIRECT ROOFING SUPPLIES LIMITED
(continued)
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8
TO THE COMPANIES ACT 1985


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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial accounts, 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 that the financial 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 financial accounts.

OPINION

In our opinion the financial accounts give a true and fair view of the state of the company's affairs as at 31st December 1996 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.'

D. A. Naylor 

D A NAYLOR & CO

Chartered Accountants
Friary Court
13a St John Street
Lichfield
Staffs WS13 6NU

12th May 1997


DIRECT ROOFING SUPPLIES LIMITEDABBREVIATED BALANCE SHEET
AS AT 31ST DECEMBER 1996

	<u>Notes</u>	<u>1996</u>	<u>1995</u>
		£	£
FIXED ASSETS			
Tangible Assets	2	58,003	50,669
CURRENT ASSETS			
Stock and Work in Progress		125,394	134,071
Debtors		412,152	371,310
Cash at Bank and in Hand		43,531	96,763
		<u>581,077</u>	<u>602,144</u>
CREDITORS : Amounts Falling			
Due within One Year		(486,601)	(527,492)
		<u>581,077</u>	<u>602,144</u>
NET CURRENT ASSETS		<u>94,476</u>	<u>74,652</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>152,479</u>	<u>125,321</u>
CREDITORS : Amounts Falling			
Due After more than One Year		98,022	89,656
		<u>98,022</u>	<u>89,656</u>
		<u>£ 54,457</u>	<u>£ 35,665</u>
CAPITAL AND RESERVES			
Called Up Share Capital	3	100	100
Profit and Loss Account		54,357	35,565
		<u>54,357</u>	<u>35,565</u>
TOTAL SHAREHOLDERS' FUNDS		<u>£ 54,457</u>	<u>£ 35,665</u>

In preparing these abbreviated accounts advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the grounds that, in the directors' opinion, the company is entitled to the benefit of those exemptions as a small company under the provisions of sections 246 and 247 of the Act.

In the preparation of the accounts advantage has been taken of special exemptions applicable to small companies under Part I of Schedule 8 to the Companies Act 1985 on the grounds that, in the directors' opinion, the company qualifies as a small company and is entitled to make use of the special exemptions.

Signed on behalf of the
board of directors



Mr. S. Lathbury
Director

Approved by the board: 12th May 1997

DIRECT ROOFING SUPPLIES LIMITEDNOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER 1996**1. ACCOUNTING POLICIES****Basis of Accounting**

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

Turnover

Turnover represents the net invoiced sales of goods, excluding VAT.

Tangible Fixed Assets

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

Leased Vehicles	The period of the lease
Motor Vehicles	25% reducing balance
Office Equipment	15% reducing balance
Fixtures and Fittings	15% reducing balance

Stocks and Work in Progress

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 proportion of fixed and variable overheads.

Deferred Taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Leased Assets

Assets held under finance leases and hire purchase contracts are capitalised at the estimated fair value at date of inception of each lease or contract. The assets are depreciated over their expected useful lives. The finance charges are allocated over the primary period of the lease in proportion to the capital element outstanding. Rentals payable under operating leases are charged to the profit and loss account as incurred.

Cash Flow Statement

The company has taken advantage of the exemption provided by Financial Reporting Standard 1 and has not prepared a Cash Flow Statement for the year.

DIRECT ROOFING SUPPLIES LIMITEDNOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER 19962. FIXED ASSETS

	<u>Tangible</u> <u>Assets</u> £
COST	
At 1st January 1996	112,045
Additions in year	39,201
Disposals in year	(28,015)
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At 31st December 1996	123,231
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DEPRECIATION	
At 1st January 1996	61,376
Write off on Disposal	(16,229)
Charge for year	20,081
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At 31st December 1996	65,228
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NET BOOK VALUE	
At 31st December 1996	58,003
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At 31st December 1995	50,669
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3. SHARE CAPITAL

	<u>1996</u> £	<u>1995</u> £
Authorised	10,000	10,000
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Allotted, Issued and Fully Paid	100	100
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