

Registered number
02430545

EUROPA (UK) LIMITED

Report and Accounts

30 June 1999



EUROPA (UK) LIMITED
Report and accounts
Contents

	Page
Company information	1
Directors' report	2
Statement of directors' responsibilities	3
Auditors' report	4
Profit and loss account	5
Balance sheet	6
Notes to the accounts	7 to 11

EUROPA (UK) LIMITED
Company Information

Directors

M.J.Dumper

Secretary

Mrs.J.A.Dumper

Auditors

R.S.Porter & Co
77/81 Alma Road
Clifton
Bristol
BS8 2DP

Bankers

National Westminster Plc
4th Floor
Castlegate House
Tower Hill
Bristol
BS4 5QW

Registered office

Units 17 & 18
Bonville Business Centre
Bonville Road
Brislington
Bristol
BS4 5QR

Registered number

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EUROPA (UK) LIMITED

Directors' Report

The directors present their report and accounts for the year ended 30 June 1999.

Principal activities and review of the business

The company's principal activity during the year continued to be dealing in specialised construction equipment.

Turnover has increased by 167% during the year. The company is in a good position to take advantage of any opportunities which are currently arising.

Results and dividends

The profit for the year, after taxation, amounted to £69829. The directors do not recommend payment of a dividend because the funds of the company are fully employed. Therefore all the profit will be added to the reserves.

Future developments

The directors aim to maintain the management policies which have resulted in the company's substantial growth in the year. They consider that the next year will show a further significant growth in sales.

Directors

The directors who served during the year and their interests in the share capital of the company were as follows:

	£1 Ordinary shares	
	1999	1998
M.J.Dumper	20,000	17,500

Substantial Holdings

On the 30th June 1999 the following was registered as being interested in 5% or more of the company's Ordinary Share Capital.

	Number of shares	Percentage held
J.L.Lambert	2,500	11.11%

Close Company Status

The company is a close company within the provisions of the Income and Corporation Taxes Act 1988

Fixed Assets

Information relating to changes in tangible fixed assets is given in note 4 to the accounts

Auditors

A resolution to reappoint R.S.Porter & Co as auditors will be put to the members at the Annual General Meeting.

This report was approved by the board on 18th August 1999.

M.J.Dumper
Director



EUROPA (UK) LIMITED

Statement of 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 or loss for that period. In preparing those accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the accounts 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 accounts 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.

EUROPA (UK) LIMITED
Auditors' Report

**Report of the auditors
to the shareholders of EUROPA (UK) LIMITED**

We have audited the accounts on pages 5 to 18 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

Respective responsibilities of directors and auditors

As described on page 3, 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.

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 as at 30th June 1999 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



R.S.Porter & Co
Chartered Accountants and Registered Auditors

77/81 Alma Road
Clifton
Bristol
BS8 2DP

18th August 1999

EUROPA (UK) LIMITED
Profit and Loss Account
for the year ended 30 June 1999

	Notes	1999 £	1998 £
Turnover	2	1,708,390	640,027
Cost of sales		(1,452,485)	(513,648)
Gross profit		<u>255,905</u>	<u>126,379</u>
Administrative expenses		(187,323)	(196,941)
Other operating income		12,400	-
Operating profit/(loss)	3	<u>80,982</u>	<u>(70,562)</u>
Interest receivable		2,625	-
Interest payable	6	(13,778)	(22,568)
Profit/(loss) on ordinary activities before taxation		<u>69,829</u>	<u>(93,130)</u>
Tax on profit/(loss) on ordinary activities		-	-
Profit/(loss) for the financial year		<u>69,829</u>	<u>(93,130)</u>
Retained profit/(loss) for the financial year	15	<u>69,829</u>	<u>(93,130)</u>

Continuing operations

None of the company's activities were acquired or discontinued during the above two financial years.

Statement of total recognised gains and losses

The company has no recognised gains or losses other than the profit/(loss) for the above two financial years.

EUROPA (UK) LIMITED
Balance Sheet
as at 30 June 1999

	Notes	1999 £	1998 £
Fixed assets			
Tangible assets	7	172,620	176,133
Current assets			
Stocks	8	75,476	40,074
Debtors	9	104,688	72,912
Cash at bank and in hand		129,539	43
		<u>309,703</u>	<u>113,029</u>
Creditors: amounts falling due within one year	10	(367,770)	(239,317)
Net current liabilities		<u>(58,067)</u>	<u>(126,288)</u>
Total assets less current liabilities		<u>114,553</u>	<u>49,845</u>
Creditors: amounts falling due after more than one year	11	(125,773)	(130,894)
		<u>(11,220)</u>	<u>(81,049)</u>
Capital and reserves			
Called up share capital	14	22,500	22,500
Profit and loss account	15	(33,720)	(103,549)
Shareholders' funds:			
Equity		<u>(11,220)</u>	<u>(81,049)</u>
	16	<u>(11,220)</u>	<u>(81,049)</u>

M.J.Dumper
Director



Approved by the board on 18th August 1999

EUROPA (UK) LIMITED
Notes to the Accounts
for the year ended 30 June 1999

1 Accounting policies

Accounting convention

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

Depreciation

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Freehold buildings	over 50 years
Plant and machinery	over 5 years

Stocks

Stock is valued at the lower of cost and net realisable value.

Work in progress is the cost of direct materials and labour plus a proportion of overheads.

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction.

Taxation

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

Cash Flow Statement

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement.

2 Turnover

Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

3 Operating profit

1999	1998
£	£

This is stated after charging:

Depreciation of owned fixed assets	13,882	10,055
Operating lease rentals - plant and machinery	3,682	-
Auditors' remuneration	1,260	900

4 Directors' emoluments

1999	1998
£	£

Emoluments	36,720	58,568
Company contributions to money purchase pension schemes	2,200	1,584
	38,920	60,152

Number of directors in company pension schemes:

1999	1998
Number	Number

Money purchase schemes	1	1
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EUROPA (UK) LIMITED
Notes to the Accounts
for the year ended 30 June 1999

5 Staff costs	1999	1998	
	£	£	
Wages and salaries	47,145	69,175	
Social security costs	8,416	-	
Other pension costs	2,200	1,584	
	<u>57,761</u>	<u>70,759</u>	
Average number of employees during the year	Number	Number	
Administration	1	2	
Manufacturing	1	1	
Sales	1	1	
	<u>3</u>	<u>4</u>	
6 Interest payable	1999	1998	
	£	£	
Bank loans and overdrafts	7,979	17,280	
Finance charges payable under finance leases and hire purchase contracts	5,799	5,288	
	<u>13,778</u>	<u>22,568</u>	
7 Tangible fixed assets			
	Freehold land and buildings	Plant and machinery	Total
	£	£	£
Cost			
At 1 July 1998	127,743	67,387	195,130
Additions	-	32,225	32,225
Disposals	-	(27,319)	(27,319)
At 30 June 1999	<u>127,743</u>	<u>72,293</u>	<u>200,036</u>
Depreciation			
At 1 July 1998	-	18,997	18,997
Charge for the year	2,555	11,327	13,882
On disposals	-	(5,463)	(5,463)
At 30 June 1999	<u>2,555</u>	<u>24,861</u>	<u>27,416</u>
Net book value			
At 30 June 1999	<u>125,188</u>	<u>47,432</u>	<u>172,620</u>
At 30 June 1998	<u>127,743</u>	<u>48,390</u>	<u>176,133</u>
	1999	1998	
	£	£	
Net book value of plant and machinery included above held under finance leases and hire purchase contracts	28,885	32,180	

EUROPA (UK) LIMITED
Notes to the Accounts
for the year ended 30 June 1999

8 Stocks	1999	1998
	£	£
Raw materials and consumables	19,854	25,374
Work in progress	55,622	14,700
	<u>75,476</u>	<u>40,074</u>

The difference between purchase price or production cost of stocks and their replacement cost is not material.

9 Debtors	1999	1998
	£	£
Trade debtors	104,688	72,617
Prepayments and accrued income	-	295
	<u>104,688</u>	<u>72,912</u>

10 Creditors: amounts falling due within one year	1999	1998
	£	£
Bank loans and overdrafts	2,955	72,406
Obligations under finance lease and hire purchase contracts	6,514	7,882
Trade creditors	281,793	148,917
Other taxes and social security costs	46,786	6,210
Accruals and deferred income	29,722	3,902
	<u>367,770</u>	<u>239,317</u>

11 Creditors: amounts falling due after one year	1999	1998
	£	£
Bank loans	67,710	69,284
Obligations under finance lease and hire purchase contracts	20,923	17,970
Other creditors	37,140	43,640
	<u>125,773</u>	<u>130,894</u>

12 Loans	1999	1998
	£	£
Analysis of maturity of debt:		
Within one year or on demand	2,955	5,520
Between one and two years	4,728	6,790
Between two and five years	26,276	30,553
After five years	36,706	26,420
	<u>70,665</u>	<u>69,283</u>

The bank loans are secured on the company's property units 17 and 18 Bonville Business centre, and by a personal quarentee of the director limited to £55,000.

EUROPA (UK) LIMITED
Notes to the Accounts
for the year ended 30 June 1999

13 Obligations under finance leases and hire purchase contracts			1999 £	1998 £
Amounts payable:				
Within one year			6,514	7,882
Within two to five years			20,923	17,970
			<u>27,437</u>	<u>25,852</u>
14 Share capital			1999 £	1998 £
Authorised:				
Ordinary shares of £1 each			<u>25,000</u>	<u>25,000</u>
	1999 No	1998 No	1999 £	1998 £
Allotted, called up and fully paid:				
Ordinary shares of £1 each	22,500	22,500	<u>22,500</u>	<u>22,500</u>
15 Profit and loss account			1999 £	1998 £
At 1 July			(103,549)	(10,419)
Retained profit/(loss)			69,829	(93,130)
			<u>(33,720)</u>	<u>(103,549)</u>
16 Reconciliation of movement in shareholders' funds			1999 £	1998 £
At 1 July			(81,049)	12,081
Profit/(loss) for the financial year			69,829	(93,130)
			<u>(11,220)</u>	<u>(81,049)</u>
17 Gross cash flows			1999 £	1998 £
Returns on investments and servicing of finance				
Interest received			2,625	-
Interest paid			(7,979)	(17,279)
Interest element of finance lease rental payments			<u>(5,799)</u>	<u>(5,288)</u>
			<u>(11,153)</u>	<u>(22,567)</u>
Capital expenditure				
Payments to acquire tangible fixed assets			(32,225)	(27,319)
Receipts from sales of tangible fixed assets			<u>21,856</u>	<u>21,716</u>
			<u>(10,369)</u>	<u>(5,603)</u>

EUROPA (UK) LIMITED
Notes to the Accounts
for the year ended 30 June 1999

Financing

Loan repayments	(4,139)	-
Capital element of finance lease rental payments	1,585	-
	<u>(2,554)</u>	<u>-</u>

18 Analysis of changes in net debt

	At 1 Jul 1998 £	Cash flows £	Non-cash changes £	At 30 Jun 1999 £
Cash at bank and in hand	43	129,496		129,539
Overdrafts	(66,886)	66,886		-
		<u>196,382</u>		
Debt due within 1 year	(5,520)	2,565		(2,955)
Debt due after 1 year	(69,284)	1,574		(67,710)
Finance leases	(25,852)	(1,585)		(27,437)
		<u>2,554</u>		
Total	<u>(167,499)</u>	<u>198,936</u>	<u>-</u>	<u>31,437</u>