Registered number: 331221

# T FORREST & SONS LIMITED

## ABBREVIATED ACCOUNTS

## FOR THE YEAR ENDED
## 30 SEPTEMBER 2002

PM&M
Chartered Accountants
Oakmount
6 East Park Road
Blackburn
Lancashire
BB1 8BW

*E07MUMUS*
ED9 0044
COMPANIES HOUSE 22/07/03

## INDEPENDENT AUDITORS' REPORT TO T FORREST & SONS LIMITED
**Under section 247B of the Companies Act 1985**

We have examined the abbreviated accounts of T Forrest & Sons Limited for the year ended 30 September 2002 set out on pages 2 to 4, together with the financial statements of the company for the year ended 30 September 2002 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246 (5) and (6) of the Act to the registrar and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

### BASIS OF OPINION

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

### OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246 (5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

PM&M

**PM&M**

Chartered Accountants
Registered Auditors
Blackburn

3 July 2003

## ABBREVIATED BALANCE SHEET
**As at 30 September 2002**

| | Note | 2002 £ | 2002 £ | 2001 £ | 2001 £ |
|---|---|---|---|---|---|
| **FIXED ASSETS** | | | | | |
| Tangible fixed assets | 2 | | **181,231** | | *180,934* |
| **CURRENT ASSETS** | | | | | |
| Stocks | | **81,604** | | *101,628* | |
| Debtors | | **153,272** | | *127,624* | |
| Cash in hand | | **1,413** | | *1,317* | |
| | | **236,289** | | *230,569* | |
| **CREDITORS**: amounts falling due within one year | | **(197,193)** | | *(210,005)* | |
| **NET CURRENT ASSETS** | | | **39,096** | | *20,564* |
| **TOTAL ASSETS LESS CURRENT LIABILITIES** | | | **220,327** | | *201,498* |
| **CREDITORS**: amounts falling due after more than one year | 3 | | **(101,854)** | | *(122,802)* |
| **PROVISIONS FOR LIABILITIES AND CHARGES** | | | | | |
| Deferred taxation | | | **(4,359)** | | *(4,359)* |
| **NET ASSETS** | | | **£ 114,114** | | *£ 74,337* |
| **CAPITAL AND RESERVES** | | | | | |
| Called up share capital | 4 | | **730** | | *730* |
| Other reserves | | | **5,018** | | *5,018* |
| Profit and loss account | | | **108,366** | | *68,589* |
| **SHAREHOLDERS' FUNDS** | | | **£ 114,114** | | *£ 74,337* |

The abbreviated accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the board on 3 July 2003 and signed on its behalf.

S. C. Wallbank

Director

The notes on pages 3 to 4 form part of these financial statements.

NOTES TO THE ABBREVIATED ACCOUNTS
**For the year ended 30 September 2002**

## 1. ACCOUNTING POLICIES

### 1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

### 1.2 Cash flow

The financial statements 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 under the Financial Reporting Standard for Smaller Entities (effective June 2002).

### 1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

| | | |
|---|---|---|
| Freehold land and buildings | - | 5% reducing balance |
| Short-term leasehold land and buildings | - | 5% reducing balance |
| Plant and equipment | - | 20% reducing balance |
| Motor vehicles | - | 25% reducing balance |

### 1.4 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

### 1.5 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss account on the straight line basis over the lease term.

### 1.6 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 stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

### 1.7 Deferred taxation

Provision is made in full for all taxation deferred in respect of timing differences that have originated but not reversed by the balance sheet date, except for gains on disposal of fixed assets which will be rolled over into replacement assets. No provision is made for taxation on permanent differences.

Deferred tax assets are recognised to the extent that it is more likely than not that they will be recovered.

### 1.8 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 30 September 2002

## 2. TANGIBLE FIXED ASSETS

| | £ |
|---|---|
| **Cost** | |
| At 1 October 2001 | **518,992** |
| Additions | **38,102** |
| Disposals | **(11,007)** |
| At 30 September 2002 | **546,087** |
| **Depreciation** | |
| At 1 October 2001 | **338,058** |
| Charge for the year | **34,323** |
| On disposals | **(7,525)** |
| At 30 September 2002 | **364,856** |
| **Net book value** | |
| At 30 September 2002 | **£ 181,231** |
| *At 30 September 2001* | *£ 180,934* |

At 30 September 2002, included within the net book value of land and buildings is £29,321 relating to freehold land and buildings, £NIL relating to long term leasehold land and buildings and £12,539 relating to short term leasehold land and buildings.

## 3. CREDITORS

Creditors include amounts not wholly repayable within 5 years as follows:

| | 2002 £ | *2001 £* |
|---|---|---|
| Repayable by instalments | **£ -** | *£ 3,529* |

The bank borrowings are secured.

## 4. SHARE CAPITAL

| | 2002 £ | 2001 £ |
|---|---|---|
| **Authorised, allotted, called up and fully paid** | | |
| 730 ordinary shares of £1 each | **£ 730** | *£ 730* |