

M GARDNER LIMITED

ABBREVIATED REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2003

475421

COMPANY REGISTRATION NUMBER 00475421

CONTENTS

PAGES

Independent auditors' report to the company

1

Abbreviated balance sheet

2

Notes to the abbreviated financial statements

3 to 5



M GARDNER LIMITED

INDEPENDENT AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 5, together with the financial statements of the company for the year ended 31 May 2003 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE 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 of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and 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 Act, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

15 March 2004

Cassons

Cassons
Chartered Accountants
& Registered Auditors
Bow Chambers
8 Tib Lane
Manchester, M2 4JB

M GARDNER LIMITED

ABBREVIATED BALANCE SHEET

YEAR ENDED 31 MAY 2003

	Note	2003 £	£	2002 £	£
FIXED ASSETS	2				
Tangible assets			41,849		33,742
Investments			12,298		118,439
			<u>54,147</u>		<u>152,181</u>
CURRENT ASSETS					
Stocks		86,700		71,105	
Debtors	3	186,332		169,206	
Cash at bank and in hand		374,130		214,257	
		<u>647,162</u>		<u>454,568</u>	
CREDITORS: Amounts falling due within one year	4	<u>230,980</u>		<u>236,471</u>	
NET CURRENT ASSETS			416,182		218,097
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>470,329</u>		<u>370,278</u>
CREDITORS: Amounts falling due after more than one year	5		5,804		-
PROVISIONS FOR LIABILITIES AND CHARGES			<u>830</u>		<u>244</u>
			<u>463,695</u>		<u>370,034</u>
CAPITAL AND RESERVES					
Called up share capital	6		200		200
Profit and loss account			463,495		369,834
SHAREHOLDERS' FUNDS			<u>463,695</u>		<u>370,034</u>

These accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These financial statements were approved by the directors on 12.03.04 and are signed on their behalf by:

K Gardner
Director

K. A. Gardner

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the company is small.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Goodwill - 10% straight line

Depreciation

Depreciation is provided on cost in annual instalments over the estimated useful lives of the assets. The rates of depreciation are as follows:

Fixtures & fittings - 15% reducing balance

Motor vehicles - 25% reducing balance

Investment properties

In accordance with statement of standard accounting practice No 19, investment properties are revalued annually and the aggregate surplus or deficit is transferred to a revaluation reserve. No depreciation or amortisation is provided in respect of freehold investment properties.

Stocks

Stock is valued at the lower of cost or net realisable value. Net realisable value is based upon the estimated selling price after taking into account all further costs expected to be incurred on completion and disposal.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Operating leases

Rentals applicable to leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Pension costs

Retirement benefits to employees are funded by contributions from the company and employees. These payments are charged against the profits of the year as paid.

Deferred taxation

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements.

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

Deferred tax assets and liabilities are not discounted.

M GARDNER LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS****YEAR ENDED 31 MAY 2003****1. ACCOUNTING POLICIES (continued)****Employee Benefit Trust**

Contributions made to the M Gardner Limited Employee Benefit Trust are charged against profits of the year as paid.

2. FIXED ASSETS

	Intangible Assets £	Tangible Assets £	Investments £	Total £
COST				
At 1 June 2002	236,000	70,663	118,439	425,102
Additions	—	36,814	3,493	40,307
Disposals	—	(21,705)	(109,634)	(131,339)
At 31 May 2003	<u>236,000</u>	<u>85,772</u>	<u>12,298</u>	<u>334,070</u>
DEPRECIATION				
At 1 June 2002	236,000	36,921	—	272,921
Charge for year	—	12,428	—	12,428
On disposals	—	(5,426)	—	(5,426)
At 31 May 2003	<u>236,000</u>	<u>43,923</u>	<u>—</u>	<u>279,923</u>
NET BOOK VALUE				
At 31 May 2003	<u>—</u>	<u>41,849</u>	<u>12,298</u>	<u>54,147</u>
At 31 May 2002	<u>—</u>	<u>33,742</u>	<u>118,439</u>	<u>152,181</u>

3. DEBTORS

Debtors include amounts of £nil (2002 - £13,980) owed by the directors.

4. CREDITORS: Amounts falling due within one year

	2003 £	2002 £
Includes:		
Directors loan accounts	<u>13,085</u>	<u>—</u>
The following liabilities disclosed under creditors falling due within one year are secured by the company:		
	2003 £	2002 £
Hire purchase agreements	<u>4,960</u>	<u>9,514</u>

M GARDNER LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2003

5. CREDITORS: Amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	2003	2002
	£	£
Hire purchase agreements	<u>5,804</u>	<u>-</u>

6. SHARE CAPITAL

Authorised share capital:

	2003	2002
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2003	2002
	£	£
Ordinary share capital	<u>200</u>	<u>200</u>

7. POST BALANCE SHEET EVENTS

On 1 December 2003 the trade and assets of the dispensing chemist was disposed of for £1,230,000.