

P. J. CONSTRUCTION (CHELMSFORD) LIMITED

ACCOUNTS FOR THE YEAR ENDED 30TH SEPTEMBER 1990

COMPANY NUMBER 570708

10083  
17 SEP 1991  
45

P. J. CONSTRUCTION (CHELMSFORD) LIMITED

I N D E X

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P. J. CONSTRUCTION (CHELMSFORD) LIMITED

DIRECTORS

Paul Edwin Jermy (Chairman)  
Sheila Jermy

SHAREHOLDINGS

899 Ordinary Shares  
1 Ordinary Share

SECRETARY

Sheila Jermy

REPORT OF THE DIRECTORS

To be submitted to the Shareholders at the Thirtyfourth Annual General Meeting.

The Report and Accounts now before you are for the year ended 30th September 1990, from which you will see that there was a Net Loss for the year of £239,096, including a Loss of £206,086, on a Joint Venture with Lanefield Properties Limited. This has been debited to Profit and Loss Account, reducing the balance to £692,312. No Dividend is recommended for the year.

In the opinion of the Directors, the Company's Freehold Property has a value in excess of that shown in the Accounts.

The main activity carried on by the Company during the year, was the letting of property.

The Directors shown at the head of this Report held office throughout the year, their Shareholdings remaining constant.

Messrs. Mayor, Cuttle & Co., are willing to continue in office and a Resolution to re-appoint them as Auditors and to authorise the Directors to fix their Remuneration, will be submitted to the Annual General Meeting.

By Order of the Board.

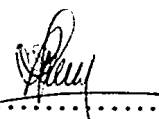
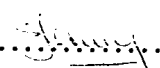
Secretary. *Sheila Jermy*

Dated : 28th June, 1991

P. J. CONSTRUCTION (CHELMSFORD) LIMITED

BALANCE SHEET AS AT 30TH SEPTEMBER 1990

|                                       | <u>Note</u> | <u>£</u>       | <u>1990</u>    | <u>£</u>       | <u>(1989)</u>  | <u>£</u> |
|---------------------------------------|-------------|----------------|----------------|----------------|----------------|----------|
| <u>FIXED ASSETS - TANGIBLE ASSETS</u> | 1           |                | 418,885        |                | 498,761        |          |
| <u>JOINT VENTURE</u>                  | 2           |                | 98,914         |                | 305,000        |          |
| <u>CURRENT ASSETS</u>                 |             |                |                |                |                |          |
| Debtors and Prepayments               | 4           | 21,728         |                | 7,013          |                |          |
| Cash in Hand                          |             | 123            |                | 118            |                |          |
| Cash at Bank                          |             | <u>209,079</u> |                | <u>155,356</u> |                |          |
|                                       |             | 230,930        |                | 162,487        |                |          |
|                                       |             | =====          |                | =====          |                |          |
| <u>CREDITORS FALLING DUE WITHIN</u>   |             |                |                |                |                |          |
| <u>ONE YEAR</u>                       |             |                |                |                |                |          |
| Creditors Falling Due Within One Year | 3           | 55,417         |                | 33,840         |                |          |
|                                       |             | =====          |                | =====          |                |          |
| <u>NET CURRENT ASSETS</u>             |             |                | <u>175,513</u> |                | <u>128,647</u> |          |
| <u>TOTAL ASSETS LESS CURRENT</u>      |             |                | 693,312        |                | 932,408        |          |
| <u>LIABILITIES</u>                    |             |                | =====          |                | =====          |          |
| <u>CAPITAL AND RESERVES</u>           |             |                |                |                |                |          |
| Called Up Share Capital               | 6           |                | 900            |                | 900            |          |
| Capital Redemption Reserve            |             |                | 100            |                | 100            |          |
| Profit and Loss Account               |             |                | <u>692,312</u> |                | <u>931,408</u> |          |
|                                       |             |                | 693,312        |                | 932,408        |          |
|                                       |             |                | =====          |                | =====          |          |

  
 ..... Director )  
 ) Dated : 28th June 1991  
 )  
  
 ..... Director

The Notes on Pages 6 and 7 form part of these Accounts

P. J. CONSTRUCTION (CHELMSFORD) LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30TH SEPTEMBER 1990

|                                                | <u>Note</u> | <u>1990</u><br><u>£</u> | <u>(1989)</u><br><u>£</u> |
|------------------------------------------------|-------------|-------------------------|---------------------------|
| <u>TURNOVER</u> (Sales for the Year)           |             | 25,825                  | 183,157                   |
| <u>Less</u> Cost of Sales                      |             | <u>22,009</u>           | <u>198,406</u>            |
| <u>GROSS PROFIT</u>                            |             | 3,816                   | (15,249)                  |
| <u>RENTS RECEIVABLE</u>                        |             | 90,706                  | 28,940                    |
| <u>BANK INTEREST RECEIVABLE</u>                |             | <u>25,843</u>           | <u>22,762</u>             |
|                                                |             | 120,365                 | 36,453                    |
| <u>Less</u> Administrative Expenses            | 7           | <u>172,282</u>          | <u>184,425</u>            |
| Loss on Ordinary Activities before<br>Taxation |             | (51,917)                | (147,972)                 |
| Taxation                                       | 5           | <u>(18,907)</u>         | <u>-</u>                  |
| Loss on Ordinary Activities after<br>Taxation  |             | (33,010)                | (147,972)                 |
| Provision for Loss on Joint Venture            | 2           | <u>206,086</u>          | <u>-</u>                  |
|                                                |             | (239,096)               | (147,972)                 |
| <u>RETAINED PROFIT OF EARLIER YEARS</u>        |             | <u>931,408</u>          | <u>1,079,380</u>          |
| <u>RETAINED PROFIT AS ON BALANCE SHEET</u>     |             | 692,312                 | 931,408                   |
|                                                |             | =====                   | =====                     |

The Notes on Pages 6 and 7 form part of these Accounts

P. J. CONSTRUCTION (CHELMSFORD) LIMITEDSTATEMENT OF SOURCE AND APPLICATION OF FUNDS  
FOR THE YEAR ENDED 30TH SEPTEMBER 1990

|                                                            | <u>£</u> | <u>1990</u>    | <u>£</u> | <u>(1989)</u>    | <u>£</u> |
|------------------------------------------------------------|----------|----------------|----------|------------------|----------|
| <u>SOURCE OF FUNDS</u>                                     |          |                |          |                  |          |
| Loss before Tax                                            |          | (51,917)       |          | (147,972)        |          |
| Adjustment for items not involving the movement of Funds : |          |                |          |                  |          |
| Depreciation and Loss on Sales                             |          | 44,489         |          | 40,455           |          |
| <u>TOTAL GENERATED FROM OPERATIONS</u>                     |          | <u>(7,428)</u> |          | <u>(107,517)</u> |          |
| <u>FUNDS FROM OTHER SOURCES</u>                            |          |                |          |                  |          |
| Sale of Fixed Assets                                       |          | 57,496         |          | 3,400            |          |
|                                                            |          | <u>50,068</u>  |          | <u>(104,117)</u> |          |
| <u>APPLICATION OF FUNDS</u>                                |          |                |          |                  |          |
| Tax Repayable                                              | (18,907) |                | -        |                  |          |
| Purchase of Fixed Assets                                   | 22,109   |                | 40,413   |                  |          |
|                                                            |          | <u>3,202</u>   |          | <u>40,413</u>    |          |
|                                                            |          | 46,866         |          | (144,530)        |          |
|                                                            |          | =====          |          | =====            |          |
| <u>INCREASE/DECREASE IN WORKING CAPITAL</u>                |          |                |          |                  |          |
| Decrease in Stocks                                         | -        |                |          | (162,983)        |          |
| Increase/Decrease in Debtors and Prepayments               | 14,715   |                |          | (32,456)         |          |
| Increase/Decrease in Creditors                             | (21,577) |                |          | 21,153           |          |
| Joint Venture Investment                                   | -        |                |          | 100,000          |          |
| <u>MOVEMENT IN NET LIQUID FUNDS</u>                        |          |                |          |                  |          |
| Cash in Hand                                               | 5        |                |          | 69               |          |
| Cash at Bank                                               | 53,723   |                |          | (70,313)         |          |
|                                                            |          | <u>46,866</u>  |          | <u>(144,530)</u> |          |
|                                                            |          | =====          |          | =====            |          |

P. J. CONSTRUCTION (CHELMSFORD) LIMITED

ACCOUNTING POLICIES - YEAR ENDED 30TH SEPTEMBER 1990

ACCOUNTING POLICIES

The following Accounting Policies have been used consistently in dealing with items which are considered material in relation to the Company's Accounts :-

(a) BASIS OF ACCOUNTING

The Accounts have been prepared under Historical Cost Accounting Rules as set out in the 8th Schedule to the Companies Act 1948

(b) DEPRECIATION

Depreciation has been calculated at 25% of the Net Book Values of the Fixtures, Fittings and Equipment and 25% of the Net Book Values of the Vehicles.

No Depreciation has been charged against cost of Property, required by S.S.A.P. 12, as the Directors consider that with proper maintenance, its life will be capable of indefinite extension.

(c) TURNOVER

Turnover is the value of sales in the year exclusive of Value Added Tax.

P. J. CONSTRUCTION (CHELMSFORD) LIMITEDNOTES TO THE ACCOUNTS - YEAR ENDED 30TH SEPTEMBER 1990

| 1. <u>FIXED ASSETS - TANGIBLE ASSETS</u>                                                                                   | <u>VEHICLES AND</u> | <u>FREEHOLD</u> | <u>TOTAL</u> |
|----------------------------------------------------------------------------------------------------------------------------|---------------------|-----------------|--------------|
|                                                                                                                            | <u>EQUIPMENT</u>    | <u>PROPERTY</u> |              |
| Cost as at 1st October 1989                                                                                                | 196,744             | 409,574         | 606,318      |
| Additions at Cost                                                                                                          | 22,109              | -               | 22,109       |
| Disposals                                                                                                                  | -                   | (74,163)        | (74,163)     |
| Cost as at 30th September 1990                                                                                             | 218,853             | 335,411         | 554,264      |
|                                                                                                                            | =====               | =====           | =====        |
| Depreciation as at 1st October 1989                                                                                        | 107,557             | Nil             | 107,557      |
| Charge for the Year                                                                                                        | 27,822              | Nil             | 27,822       |
| Depreciation as at 30th September 1990                                                                                     | 135,379             | Nil             | 135,379      |
|                                                                                                                            | =====               | =====           | =====        |
| Net Book Value 30th September 1990                                                                                         | 83,474              | 335,411         | 418,885      |
|                                                                                                                            | =====               | =====           | =====        |
| Net Book Value 30th September 1989                                                                                         | 89,187              | 409,574         | 498,761      |
|                                                                                                                            | =====               | =====           | =====        |
| 2. <u>JOINT VENTURE</u>                                                                                                    |                     |                 |              |
| Investment of £305,000 with Lanefield Properties Limited of 2, Bedford Row, London, WC1R, 4BU.                             |                     |                 |              |
| The failure of this Company has resulted in a Loss of £216,086, as it is anticipated that only £98,914, will be recovered. |                     |                 |              |
| 3. <u>CREDITORS PAYABLE WITHIN ONE YEAR</u>                                                                                | <u>1990</u>         | <u>(1989)</u>   |              |
|                                                                                                                            | <u>£</u>            | <u>£</u>        |              |
| Expense Creditors                                                                                                          | 52,798              | 32,840          |              |
| Accruals                                                                                                                   | 1,200               | 1,000           |              |
| Social Security and Other Taxes                                                                                            | 1,419               | -               |              |
|                                                                                                                            | 55,417              | 33,840          |              |
|                                                                                                                            | =====               | =====           |              |
| 4. <u>DEBTORS AND PREPAYMENTS</u>                                                                                          | <u>1990</u>         | <u>(1989)</u>   |              |
|                                                                                                                            | <u>£</u>            | <u>£</u>        |              |
| Trade Debtors                                                                                                              | 2,362               | 802             |              |
| Corporation Tax Repayable                                                                                                  | 18,907              | 2,121           |              |
| Value Added Tax                                                                                                            | 459                 | 2,173           |              |
| Prepayments                                                                                                                | -                   | 1,917           |              |
|                                                                                                                            | 21,728              | 7,013           |              |
|                                                                                                                            | =====               | =====           |              |

P. J. CONSTRUCTION (CHELMSFORD) LIMITED

NOTES TO THE ACCOUNTS - YEAR ENDED 30TH SEPTEMBER 1990

5. CORPORATION TAX

This is a 'close' Company for United Kingdom Corporation Tax purposes.

The credit in the Profit and Loss Account relates to an adjustment for earlier years.

6. CALLED UP SHARE CAPITAL

The Company's Share Capital has not altered in the two years to 30th September 1990, being :-

900 Ordinary Shares of £1 each, fully paid

7. EXPENSES CHARGED IN REACHING PROFIT FOR THE YEAR

|                                           | <u>1990</u><br><u>£</u> | <u>1989</u><br><u>£</u> |
|-------------------------------------------|-------------------------|-------------------------|
| Directors Remuneration including Benefits | 74,562                  | 49,229                  |
| Staff Costs                               | 24,190                  | 27,260                  |
| Auditors Remuneration                     | 1,200                   | 1,000                   |
| Depreciation and Loss on Sales            | 44,489                  | 40,109                  |
| Plant Hire                                | 1,347                   | -                       |
|                                           | =====                   | =====                   |

The average number of employees in the year including Directors, was :-

|    |    |
|----|----|
| 3  | 4  |
| == | == |

The total cost was :-

|                    | <u>1990</u><br><u>£</u> | <u>1989</u><br><u>£</u> |
|--------------------|-------------------------|-------------------------|
| Salaries and Wages | 16,032                  | 20,503                  |
| Social Security    | 8,158                   | 6,757                   |
|                    | =====                   | =====                   |

The Chairman received (including Benefits) £42,175 (1989 £29,741)

1 Director received Remuneration within the band £30,001 - £35,000 (1989 £15,001 - £20,000).

AUDITORS' REPORT TO THE MEMBERS OF

P. J. CONSTRUCTION (CHELMSFORD) LIMITED

We have audited the financial statements on Pages 3 to 7 in accordance with Auditing Standards.

In our opinion, the financial statements give a true and fair view of the state of the Company's affairs at the 30th September 1990, and of its Loss and Source and Application of Funds for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

165 New London Road,  
CHELMSFORD, Essex.

28th June 1991

*May. Cuttle & Co.*  
MAYOR, CUTTLE AND CO.  
(Chartered Accountants)