

Registration number 649821

Malcolms Management Limited

Abbreviated accounts

for the year ended 31 March 2002



A29
COMPANIES HOUSE

ADYOKKJ9

0337
30/04/03

Malcolms Management Limited

Contents

	Page
Auditors' report	1
Abbreviated balance sheet	2
Notes to the financial statements	3 - 6

**Independent auditors' report to Malcolms Management Limited
under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 2 to 6 together with the financial statements of Malcolms Management Limited for the year ended 31 March 2002 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing 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 to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts 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 in respect of the year ended 31 March 2002, and the abbreviated accounts on pages 2 to 6 are properly prepared in accordance with those provisions.



**Muras Baker Jones & Co.
Chartered Accountants and
Registered Auditors**

3 April 2003

**Regent House
Bath Avenue
Wolverhampton
West Midlands
WV1 4EG**

Malcolms Management Limited

Abbreviated balance sheet as at 31 March 2002

		2002		2001	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	2		2,352,589		2,184,367
Investments	2		123,250		25,750
			<u>2,475,839</u>		<u>2,210,117</u>
Current assets					
Debtors		1,146,398		964,709	
Cash at bank and in hand		18,000		759,213	
		<u>1,164,398</u>		<u>1,723,922</u>	
Creditors: amounts falling due within one year	3	(1,992,569)		(1,796,506)	
Net current liabilities			<u>(828,171)</u>		<u>(72,584)</u>
Total assets less current liabilities			1,647,668		2,137,533
Creditors: amounts falling due after more than one year	4		-		(3,684)
Provisions for liabilities and charges			-		(53,614)
Net assets			<u>1,647,668</u>		<u>2,080,235</u>
Capital and reserves					
Called up share capital	5		2,100		2,100
Other reserves			2,855		2,855
Profit and loss account			<u>1,642,713</u>		<u>2,075,280</u>
Shareholders' funds			<u>1,647,668</u>		<u>2,080,235</u>

The abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies .

The abbreviated accounts were approved by the Board on 3 April 2003 and signed on its behalf by

John Quentin Malcolm
Director



The notes on pages 3 to 6 form an integral part of these financial statements.

Malcolms Management Limited

Notes to the abbreviated financial statements for the year ended 31 March 2002

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land and buildings	-	2% Straight Line
Plant and machinery	-	20% Reducing Balance
Fixtures, fittings and equipment	-	20% Reducing Balance
Motor vehicles	-	25% Reducing Balance

1.4. Leasing

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. 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 constant periodic rates of charge on the net obligations outstanding in each period.

1.5. Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.6. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

1.7. Deferred taxation

Deferred tax arises as a result of including items of income and expenditure in taxation computations in periods different from those in which they are included in the company's accounts. Deferred tax is provided in full on timing differences which result in an obligation to pay more (or less) tax at a future date, at the average rate of taxes that are expected to apply when the timing differences reverse, based on current tax rates and laws. Deferred tax is not provided on timing differences arising from the revaluation of fixed assets where there is no commitment to sell the asset.

1.8. Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the Profit and Loss account.

Malcolms Management Limited

Notes to the abbreviated financial statements for the year ended 31 March 2002

..... continued

2. Fixed assets	Tangible fixed assets £	Investments £	Total £
Cost			
At 1 April 2001	3,826,625	68,250	3,894,875
Additions	429,236	120,000	549,236
Disposals	(100,236)	(65,000)	(165,236)
At 31 March 2002	<u>4,155,625</u>	<u>123,250</u>	<u>4,278,875</u>
Depreciation and Provision for diminution in value			
At 1 April 2001	1,642,258	42,500	1,684,758
On disposals	(51,772)	(42,500)	(94,272)
Charge for year	212,550	-	212,550
At 31 March 2002	<u>1,803,036</u>	<u>-</u>	<u>1,803,036</u>
Net book values			
At 31 March 2002	<u>2,352,589</u>	<u>123,250</u>	<u>2,475,839</u>
At 31 March 2001	<u>2,184,367</u>	<u>25,750</u>	<u>2,210,117</u>

2.1. Investment details

Other investments comprise a classic motor cycle and motor cars which are held for their investment potential and for showroom display purposes. The directors are of the opinion that the market value of these assets, at the balance sheet date, is not materially different from net book value.

3. Creditors: amounts falling due within one year	2002 £	2001 £
--	-----------	-----------

Creditors include the following:

Secured creditors	<u>2,723</u>	<u>11,956</u>
-------------------	--------------	---------------

The above liability is in respect of vehicles acquired under hire purchase agreements which are secured on the related asset.

Malcolms Management Limited

**Notes to the abbreviated financial statements
for the year ended 31 March 2002**

..... continued

4.	Creditors: amounts falling due after more than one year	2002 £	2001 £
	Include the following:		
	Secured creditors	-	3,684
	The above liability is in respect of vehicles acquired under hire purchase agreements which are secured on the related asset.		
5.	Share capital	2002 £	2001 £
	Authorised		
	25,000 Ordinary shares of £1 each	25,000	25,000
	Allotted, called up and fully paid		
	2,100 Ordinary shares of £1 each	2,100	2,100

Malcolms Management Limited

Notes to the abbreviated financial statements for the year ended 31 March 2002

..... continued

6. Transactions with directors

The following directors had interest free loans during the year. The movements on these loans are as follows:

	Amount owing		Maximum
	2002	2001	in year
	£	£	£
John Stanley Malcolm	125,346	2,804	125,346
John Quentin Malcolm	87,824	-	87,824
Tina Malcolm	29,287	-	29,287

The above loans were interest free and unsecured. During the year the company acquired one Jaguar 3.8 E Type Roadster motor car for £42,000 and one Jaguar XK 150 Roadster for £38,000 from J.Q. Malcolm. The prices paid in respect of these vehicles were confirmed as fair market values by the directors having obtained professional valuations. The company also purchased a Jaguar V12 E type Convertible from J.S. Malcolm for £40,000. The directors confirm this to be a fair market value for this vehicle. The company is party to an interlocking bank cross guarantee in respect of the banking facilities of the following companies which were under the controls of the directors and in which the directors had material interests:- Malcolm Enamellers (Midlands) Ltd., JQC Ltd., Malcolm Enamellers (Developments) Ltd., Malcolm Enamellers ACP Ltd., Adjetek Ltd. and Malcolm Enamellers Ltd. The Maximum potential liability at the balance sheet date in respect of those other companies was £225,165 (2001 - £36,107). Included in creditors falling due within one year is £1,189,664 (2001 - £962,044) in respect of the company's own bank borrowings which are included under this group arrangement.

7. Related party transactions

The company is controlled by Mr. J.S. Malcolm who is a director and owner of 52.3% of the share capital of the company. Mr. J.S. Malcolm and his son, Mr. J.Q. Malcolm, are also directors and majority shareholders of the following companies :- Malcolm Enamellers ACP Ltd., Malcolm Enamellers Ltd., Malcolm Enamellers (Developments) Ltd., Malcolm Enamellers (Midlands) Ltd. and Adjetek Ltd. During the year the aggregate values of transactions with these related companies which were conducted on normal commercial terms were:- sales of jigs and filters £15,000 (2001 - £10,651), sale of management services £214,000 (2001 - £334,000) and receipts for rental of premises £NIL (2001 - £180,000). At the balance sheet date the aggregate amounts due to these companies was £730,989 (2001 - £764,549) and is included in other creditors due within one year and the aggregate amount due from these companies was £869,999 (2001 - £923,615) and is included in other debtors.