

Registration number 765708

Live Steam Models Limited

Directors' report and financial statements

for the year ended 30 June 2004



Live Steam Models Limited

Company information

Directors	D E Jeffery A D Jeffery R E Jeffery	deceased 23/12/2003
Secretary	A D Jeffery	
Company number	765708	
Registered office	7 Old Hall Mills Little Eaton Derby DE21 5DN	
Accountants	Gregory Priestley and Stewart Lyndhurst 1 Cranmer Street Long Eaton Nottingham NG10 1NJ	
Business address	Unit 7 Old Hall Mills Little Eaton Derby DE21 5DN	

Live Steam Models Limited

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Live Steam Models Limited

Directors' report for the year ended 30 June 2004

The directors present their report and the financial statements for the year ended 30 June 2004.

Principal activity

The principal activity of the company continued to be that of supplying drawings, costings and accessories for Steam Models and the provision of machining and assembly services.

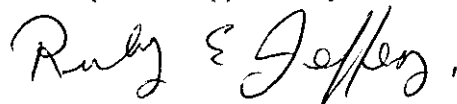
Directors and their interests

The directors who served during the year and their interests in the company are as stated below:

		Ordinary shares	
		30/06/04	01/07/03
D E Jeffery	deceased 23/12/2003	-	275
A D Jeffery		450	450
R E Jeffery		275	275

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on 16 August 2004 and signed on its behalf by



R E Jeffery
Director

Live Steam Models Limited

**Accountants' Report to the Shareholders on the Unaudited Financial Statements
of Live Steam Models Limited**

We report on the financial statements for the year ended 30 June 2004 set out on pages 3 to 9.

Respective responsibilities of directors and accountants

As described on page 5 the company's directors are responsible for the preparation of financial statements, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our procedures consisted of comparing the financial statements with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

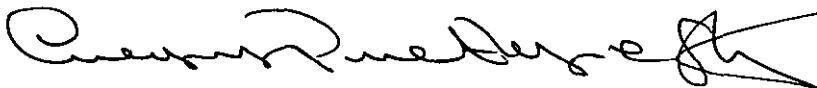
In our opinion:

(a) the financial statements are in agreement with the accounting records kept by the company under Section 221 of the Companies Act 1985;

(b) having regard only to, and on the basis of, the information contained in those accounting records:

(i) the financial statements have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Act; and

(ii) the company satisfied the conditions for exemption from an audit of the financial statements for the year specified in Section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in Section 249B(1).



Gregory Priestley and Stewart

Chartered Accountants

**Lyndhurst
1 Cranmer Street
Long Eaton
Nottingham
NG10 1NJ**

16 August 2004

Live Steam Models Limited

**Profit and loss account
for the year ended 30 June 2004**

		2004	2003
	Notes	£	£
Turnover	2	142,814	165,507
Cost of sales		(93,790)	(104,352)
Gross profit		49,024	61,155
Distribution costs		(6,093)	(13,615)
Administrative expenses		(39,170)	(41,146)
Other interest receivable and similar income		268	-
Interest payable and similar charges		(381)	(795)
Profit on ordinary activities before taxation		3,648	5,599
Tax on profit on ordinary activities		-	-
Profit on ordinary activities after taxation		3,648	5,599
Retained profit for the year		3,648	5,599
Retained profit brought forward		37,794	32,195
Retained profit carried forward		41,442	37,794

The notes on pages 6 to 9 form an integral part of these financial statements.

Live Steam Models Limited

**Balance sheet
as at 30 June 2004**

		2004		2003	
	Notes	£	£	£	£
Fixed assets					
Intangible assets	5		66,231		66,231
Tangible assets	6		4,229		1,459
			<u>70,460</u>		<u>67,690</u>
Current assets					
Stocks		95,807		92,275	
Debtors	7	7,322		7,890	
Cash at bank and in hand		92		-	
		<u>103,221</u>		<u>100,165</u>	
Creditors: amounts falling due within one year	8	<u>(131,239)</u>		<u>(129,061)</u>	
Net current liabilities			<u>(28,018)</u>		<u>(28,896)</u>
Net assets			<u>42,442</u>		<u>38,794</u>
Capital and reserves					
Called up share capital	9		1,000		1,000
Profit and loss account			41,442		37,794
Shareholders' funds			<u>42,442</u>		<u>38,794</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 6 to 9 form an integral part of these financial statements.

Live Steam Models Limited

Balance sheet (continued)

**Directors' statements required by Section 249B(4)
for the year ended 30 June 2004**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 30 June 2004 and

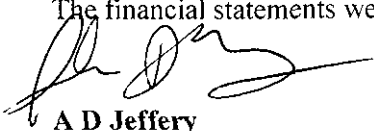
(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on 16 August 2004 and signed on its behalf by



A D Jeffery
Director

The notes on pages 6 to 9 form an integral part of these financial statements.

Live Steam Models Limited

Notes to the financial statements for the year ended 30 June 2004

1. Accounting policies

1.1. Accounting convention

The financial statements 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. Goodwill

1.4. 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:

Plant and machinery	-	15% Straight Line
Fixtures, fittings and equipment	-	15% Straight Line

Contrary to Financial Reporting Standard Number 10, no amortisation of goodwill is included in the accounts.

1.5. Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value.

1.6. Deferred taxation

Deferred tax is provided in respect of the tax effect of all timing differences, to the extent that it is probable that a liability or asset will crystallise in the foreseeable future, at the rates of tax expected to apply when the timing differences reverse.

2. Turnover

Turnover attributable to geographical markets outside the United Kingdom amounted to 16% for the year.

3. Operating profit

	2004	2003
	£	£
Operating profit is stated after charging:		
Depreciation and other amounts written off tangible assets	1,730	3,295

Live Steam Models Limited

**Notes to the financial statements
for the year ended 30 June 2004**

..... continued

4. Directors' emoluments

	2004	2003
	£	£
Remuneration and other benefits	817	1,454

5. Intangible fixed assets

	Goodwill	Total
	£	£
Cost		
At 1 July 2003	66,231	66,231
At 30 June 2004	66,231	66,231
Net book values		
At 30 June 2004	66,231	66,231
At 30 June 2003	66,231	66,231

6. Tangible fixed assets

	Plant and machinery	Fixtures, fittings and equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 July 2003	44,228	16,917	4,000	65,145
Additions	2,910	1,590	-	4,500
At 30 June 2004	47,138	18,507	4,000	69,645
Depreciation				
At 1 July 2003	42,794	16,892	4,000	63,686
Charge for the year	1,549	181	-	1,730
At 30 June 2004	44,343	17,073	4,000	65,416
Net book values				
At 30 June 2004	2,795	1,434	-	4,229
At 30 June 2003	1,434	25	-	1,459

Live Steam Models Limited

**Notes to the financial statements
for the year ended 30 June 2004**

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7. Debtors	2004	2003
	£	£
Trade debtors	2,888	3,850
Prepayments and accrued income	4,434	4,040
	<u>7,322</u>	<u>7,890</u>
8. Creditors: amounts falling due within one year	2004	2003
	£	£
Bank overdraft	181	948
Pension fund loan	35,000	35,000
Trade creditors	33,690	21,742
Other taxes and social security costs	3,762	5,290
Directors' accounts	33,316	40,644
Other creditors	21,094	20,749
Accruals and deferred income	4,196	4,688
	<u>131,239</u>	<u>129,061</u>
9. Share capital	2004	2003
	£	£
Authorised		
1,000 Ordinary shares of 1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
1,000 Ordinary shares of 1 each	<u>1,000</u>	<u>1,000</u>

Live Steam Models Limited

**Notes to the financial statements
for the year ended 30 June 2004**

..... continued

10. Related party transactions

The company occupies freehold property owned by Live Steam Models Limited Special Retirement Benefits Scheme. The directors of the company are also trustees of this scheme. Rent is charged at a commercial rate. The charge for the year was £6,500. At the year end the company owed the pension scheme £8,274 (2003 - £636) in rents. At the year end the company also owed the pension scheme £35,000 (2003 - £35,000) by way of a loan and £18,658 (2003 - £18,658) by way of interest on the loan.

The company also traded with Steam Replicas, a business owned by one of the directors, Mr A. D. Jeffery, during the year. Purchases from Steam Replicas during the year totalled £206 and at the year end an amount of £94 (2003 - £ nil) was paid on account to Steam Replicas for purchases provided after the year end.

11. Controlling interest

The company was controlled throughout the current and previous year by its directors, Mrs R E Jeffery and Mr A D Jeffery, and by the executors of Mr D E Jeffery's estate, by virtue of the fact that between them they own the entire ordinary issued share capital of the company.