

Ken Ellis and Son Limited

Abbreviated Financial Statements

Year Ended

30 June 2000



BDO Stoy Hayward
Chartered Accountants

Ken Ellis and Son Limited

Abbreviated financial statements for the year ended 30 June 2000

Contents

Page:

1	Report of the auditors
2	Balance sheet
3	Notes forming part of the financial statements

Directors

J D Ellis
R K Ellis
D W Bradley

Secretary and registered office

R K Ellis, Unit 3, Stonebroom Industrial Estate, Stonebroom, Derbyshire, DE55 6LQ.

Company number

00933859

Auditors

BDO Stoy Hayward, Foxhall Lodge, Gregory Boulevard, Nottingham NG7 6LH

Bankers

National Westminster Bank plc, 1 Chesterfield Road, Alfreton, Derbyshire, DE55 7DT.

Report of the auditors

Auditors' report to Ken Ellis and Son Limited under section 247B of the Companies Act 1985

We have examined the abbreviated financial statements on pages 2 to 4 together with the financial statements of the company for the year ended 30 June 2000 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements 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 financial statements prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements 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 financial statements and that the abbreviated financial statements 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 full financial statements.

Opinion

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



BDO STOY HAYWARD
Chartered Accountants
and Registered Auditors
Nottingham

3 October 2000

Ken Ellis and Son Limited**Balance sheet at 30 June 2000**

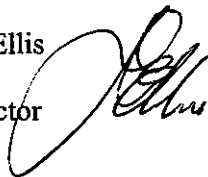
	Note	2000	1999
		£	£
Fixed assets			
Tangible assets	2	37,261	49,251
Current assets			
Stocks		127,638	127,723
Debtors		245,091	239,613
Cash at bank and in hand		95	52
		<u>372,824</u>	<u>367,388</u>
Creditors: amounts falling due within one year		<u>229,230</u>	<u>269,115</u>
Net current assets		<u>143,594</u>	<u>98,273</u>
Total assets less current liabilities		<u>180,855</u>	<u>147,524</u>
Creditors: amounts falling due after more than one year		2,186	8,125
Provisions for liabilities and charges		815	1,663
Net assets		<u>177,854</u>	<u>137,736</u>
Capital and reserves			
Called up share capital	3	2,083	2,083
Profit and loss account		175,771	135,653
		<u>177,854</u>	<u>137,736</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 22 September 2000

J D Ellis

Director



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

1 Accounting policies

The financial statements have been prepared under the historical cost convention and are in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000). The following principal accounting policies have been applied:

Turnover

Turnover represents sales to outside customers at invoiced amounts less value added tax.

Depreciation

Depreciation is provided to write off the cost, less estimated residual values, of all fixed assets, over their expected useful lives. It is calculated at the following rates:

Other Tangible Fixed Assets - 4% - 25% reducing balance & 25% straight line

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is based on the cost of purchase on a first in, first out basis. Net realisable value is based on estimated selling price less additional costs to completion and disposal.

Deferred taxation

Provision is made for timing differences between the treatment of certain items for taxation and accounting purposes, to the extent that it is probable that a liability or asset will crystallise.

Leased assets

Where assets are financed by leasing agreements that give rights approximating to ownership ('finance leases'), the assets are treated as if they had been purchased outright. The amount capitalised is the fair value of the asset. The corresponding leasing commitments are shown as amounts payable to the lessor. Depreciation on the relevant assets is charged to the profit and loss account.

Lease payments are analysed between capital and interest components so that the interest element of the payment is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding. The capital part reduces the amounts payable to the lessor. All other leases are treated as operating leases. Their annual rentals are charged to the profit and loss account on a straight-line basis over the term of the lease.

Pensions

Contributions to the company's defined contribution pension scheme are charged to the profit and loss account in the year in which they become payable.

Ken Ellis and Son Limited

Notes forming part of the financial statements for the year ended 30 June 2000 (Continued)

2 Tangible assets

	Total £
<i>Cost</i>	
At 1 July 1999	133,404
Disposals	(8,736)
At 30 June 2000	124,668
<i>Depreciation</i>	
At 1 July 1999	84,153
Provided for the year	10,824
Disposals	(7,570)
At 30 June 2000	87,407
<i>Net Book Value</i>	
At 30 June 2000	37,261
At 30 June 1999	49,251

3 Called up share capital

	Authorised		Allotted, called up and fully paid	
	2000	1999	2000	1999
	£	£	£	£
Ordinary shares of £1 each	5,000	5,000	2,083	2,083

4 Security

The bank overdraft of £41,460 (1999 £81,227) and obligations under finance lease contracts of £8,093 (1999 £15,535) are secured.

5 Transactions with directors

The bank have the personal guarantees of the directors over the bank borrowings to a maximum of £75,000.