

Company Number: 988708

Warwick Ward (Machinery) Limited
Financial Statements
for the year ended 30th September 2001



Warwick Ward (Machinery) Limited

Company Information

Company No: 988708

Registered Office

Blacker Hill Sidings
Blacker Hill
Barnsley
S74 0RE

Directors

W Ward
Mrs S M Ward
T Ward
A Ward
M Ward

Secretary

Mrs S M Ward

Auditors

Hawsons
Pegasus House
463a Glossop Road
Sheffield
S10 2QD

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1 to 2	Directors' Report
3	Auditors' Report
4	Profit and Loss Account
5	Balance Sheet
6	Cash Flow Statement
7 to 12	Notes to the Financial Statements

The directors submit their report together with the audited financial statements for the year ended 30th September 2001.

Directors' Statement

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit for that year. In preparing those financial statements the directors are required to:

Select suitable accounting policies and then apply them consistently;

Make judgements and estimates that are reasonable and prudent;

Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose, with reasonable accuracy at any time, the financial position of the company and to enable them to ensure the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Results and Dividends

The profit on the ordinary activities of the company before taxation amounted to £242,468. After deducting taxation and dividends, the profit of £172,797 has been transferred to reserves.

The directors recommend final dividends amounting to £45,000.

Principal Activity and Business Review

The principal activity of the company and its subsidiary continues to be that of dealing in plant and machinery.

The directors consider the results for the year to be satisfactory.

Directors and their Interests

The directors who served throughout the year are listed on the company information page. Their beneficial interests in the share capital of the company were as follows:

	Ordinary shares of £1 each	
	2001 No.	2000 No.
W Ward, Mrs S M Ward and T Ward as trustees	8,650	8,650
A Ward	450	450
M Ward	450	450

W Ward, Mrs S M Ward and T Ward had no interest in the shares of the company at any time during the financial year.

6,150 ordinary shares of £1 each are held by The W Ward Voluntary Settlement and 2,500 ordinary shares of £1 each are held by the Mrs S M Ward Voluntary Settlement. A partner at Hawsons, the company's auditors, is a trustee of both these settlements. The partner concerned is not involved in the audit of the company's financial statements.

Mrs S M Ward and A Ward retire by rotation but, being eligible, seek re-election.

Warwick Ward (Machinery) Limited

Directors' Report

for the year ended 30th September 2001

Auditors

The Auditors, Hawsons Chartered Accountants, have indicated that they are willing to be reappointed at the forthcoming Annual General Meeting.

By Order of the Board:

X *S. M. Ward* X

Mrs S M Ward, Secretary

15th November 2001

on the Financial Statements for the year ended 30th September 2001

We have audited the financial statements on pages 4 to 12 prepared following the accounting policies set out on page 7.

Respective responsibilities of the directors and auditors

As described on page 1 the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

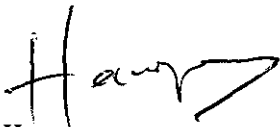
Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud, other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of the information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30th September 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Hawsons
Chartered Accountants
and Registered Auditors

Pegasus House
463a Glossop Road
Sheffield
S10 2QD

15th November 2001

Warwick Ward (Machinery) Limited

Profit and Loss Account

for the year ended 30th September 2001

	Notes	2001 £	2001 £	2000 £	2000 £
Turnover	2		3,374,154		2,514,228
Changes in stocks of finished goods and work in progress			(49,905)		160,369
			<u>3,324,249</u>		<u>2,674,597</u>
Raw materials and consumables		(1,841,774)		(1,472,744)	
Other external charges		10,274		(46,027)	
Staff costs	4	(892,998)		(832,586)	
Depreciation and amortisation		(15,205)		(46,524)	
Other operating charges		(383,062)		(303,802)	
			<u>(3,122,765)</u>		<u>(2,701,683)</u>
Operating profit/(loss)	3		201,484		(27,086)
Interest receivable			40,984		20,557
Profit/(Loss) on ordinary activities before taxation			242,468		(6,529)
Taxation	5		(24,671)		(2,100)
Profit/(Loss) on ordinary activities after taxation			217,797		(8,629)
Dividends	6		(45,000)		-
Retained profit/(loss) for the Year	13		172,797		(8,629)
Retained profit brought forward			1,909,114		1,917,743
Retained profit carried forward			<u>2,081,911</u>		<u>1,909,114</u>

All amounts relate to continuing activities.

There have been no recognised gains or losses other than the results for the financial year and all profits or losses have been accounted for on an historical cost basis.

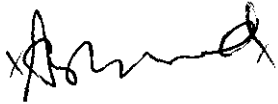
Warwick Ward (Machinery) Limited

Balance Sheet

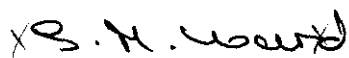
as at 30th September 2001

	Notes	2001 £	2001 £	2000 £	2000 £
Fixed Assets					
Tangible fixed assets	7		303,971		236,988
Investments	8		124,916		124,916
			<u>428,887</u>		<u>361,904</u>
Current Assets					
Stock	9	841,430		891,335	
Debtors	10	184,082		156,012	
Cash at bank and in hand		984,919		724,836	
		<u>2,010,431</u>		<u>1,772,183</u>	
Creditors:					
Amounts falling due within one year	11	(347,407)		(214,973)	
Net Current Assets			<u>1,663,024</u>		<u>1,557,210</u>
Total Assets Less Current Liabilities			<u>2,091,911</u>		<u>1,919,114</u>
Capital and Reserves					
Called up share capital	12		10,000		10,000
Profit and loss account	13		2,081,911		1,909,114
Equity Shareholders' Funds	14		<u>2,091,911</u>		<u>1,919,114</u>

These accounts were approved by the board on 15th November 2001.



A Ward



Mrs S M Ward
Directors

Warwick Ward (Machinery) Limited

Cash Flow Statement

for the year ended 30th September 2001

	Notes	2001 £	2000 £
Cash Flow from Operating Activities	15	240,927	48,048
Returns on Investments and Servicing of Finance	16	41,162	21,102
Taxation		41,229	-
Capital Expenditure and Financial Investment	16	(63,235)	(6,748)
Increase in Cash in the year	17	<u>260,083</u>	<u>62,402</u>
Reconciliation of net cash flow to movement in net funds			
Increase in Cash in the year		260,083	62,402
Net funds at 1st October 2000		<u>724,836</u>	<u>662,434</u>
Net funds at 30th September 2001	17	<u>984,919</u>	<u>724,836</u>

1 Principal Accounting Policies

Accounting Convention

The financial statements have been prepared under the historical cost convention.

Consolidation

The company and its subsidiaries comprise a medium sized group. The company has taken advantage of the exemption given by Section 248 of the Companies Act 1985 not to prepare group accounts and therefore these accounts are those of an individual undertaking.

Turnover

Turnover represents sales provided excluding value added tax.

Depreciation

Depreciation is calculated to write down the cost, less estimated residual value, of all tangible fixed assets over their expected useful lives. The rates generally applicable are:

Freehold land and buildings	2% straight line
Plant and machinery	20% straight line
Motor vehicles	20% straight line
Fixtures and fittings	20% straight line

Stocks

Stocks are stated at the lower of cost and net realisable value.

Foreign Currencies

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. All differences on exchange are dealt with through the profit and loss account.

Contribution to Pension Funds

The pension costs charged against profits represent the amount of the contributions payable to the scheme in respect of the accounting period.

2 Turnover

Turnover and profit on ordinary activities before taxation are all in respect of sales from continuing operations.

The geographical analysis of turnover is as follows:

	2001 £	2000 £
United Kingdom	1,855,805	1,874,190
Europe	567,903	355,123
Other	950,446	284,915
	<u>3,374,154</u>	<u>2,514,228</u>

Warwick Ward (Machinery) Limited

Notes to the Financial Statements

for the year ended 30th September 2001

3 Operating profit

	2001 £	2000 £
Operating profit is stated after charging or crediting:		
Amounts payable to the auditors in respect of audit services	3,400	3,300
Depreciation - owned assets	44,395	51,567
(Profit) on disposal of fixed assets	(29,190)	(5,043)

4 Directors and Employees

Staff costs during the year were as follows:

	2001 £	2000 £
Wages and salaries	785,123	739,986
Social security costs	78,527	75,662
Other pension costs	29,348	16,938
	<u>892,998</u>	<u>832,586</u>

The average monthly number of employees, including directors, during the year was as follows:

	2001 Number	2000 Number
Administration	11	10
Production	19	18
	<u>30</u>	<u>28</u>

Remuneration in respect of directors was as follows:

	2001 £	2000 £
Aggregate amount of emoluments paid in respect of qualifying services	439,561	428,019
Aggregate value of company contributions to money purchase pension schemes	23,391	16,937
	<u>462,952</u>	<u>444,956</u>

Other directors disclosures in respect of qualifying services:

	2001 Number	2000 Number
The number of directors to whom retirement benefits are accruing under money purchase pension schemes	<u>5</u>	<u>5</u>

Highest paid director disclosures in respect of qualifying services:

	2001 £	2000 £
Aggregate emoluments	100,518	152,868
Aggregate value of company contributions to money purchase pension schemes	<u>5,000</u>	<u>5,000</u>

Warwick Ward (Machinery) Limited

Notes to the Financial Statements

for the year ended 30th September 2001

5	Tax on Profit/(Loss) on Ordinary Activities	2001	2000			
		£	£			
	Based on the profit/(loss) for the year:					
	U.K. Corporation tax	40,500	2,100			
	Prior year adjustments - corporation tax	(15,829)	-			
		<u>24,671</u>	<u>2,100</u>			
6	Dividends	2001	2000			
		£	£			
	Equity					
	Ordinary £1 shares - proposed dividend of £4.50 per share (2000 £Nil)	<u>45,000</u>	<u>-</u>			
7	Tangible Fixed Assets					
		Freehold land and buildings	Plant and machinery	Motor vehicles	Fixtures and fittings	Total
	Cost	£	£	£	£	£
	At 1st October 2000	233,870	62,030	209,871	53,475	559,246
	Additions	1,592	-	122,154	11,192	134,938
	Disposals	-	-	(149,004)	-	(149,004)
	At 30th September 2001	<u>235,462</u>	<u>62,030</u>	<u>183,021</u>	<u>64,667</u>	<u>545,180</u>
	Depreciation					
	At 1st October 2000	73,690	54,740	146,154	47,674	322,258
	Charged for the year	4,709	1,858	35,003	2,825	44,395
	Eliminated on disposal	-	-	(125,444)	-	(125,444)
	At 30th September 2001	<u>78,399</u>	<u>56,598</u>	<u>55,713</u>	<u>50,499</u>	<u>241,209</u>
	Net Book Value					
	At 30th September 2001	<u>157,063</u>	<u>5,432</u>	<u>127,308</u>	<u>14,168</u>	<u>303,971</u>
	At 30th September 2000	<u>160,180</u>	<u>7,290</u>	<u>63,717</u>	<u>5,801</u>	<u>236,988</u>
8	Fixed Asset Investments					
						Shares in Group Undertakings
	Cost and net book value					£
	At beginning and end of year					124,916

The investment represents 75% of the ordinary share capital of Warwick Ward Iberica SL, a company incorporated in Spain. This company carries on the business of plant and machinery dealers.

Warwick Ward Iberica SL has a year end of 31st December. The company is now in administration.

Warwick Ward (Machinery) Limited

Notes to the Financial Statements

for the year ended 30th September 2001

9	Stocks	2001	2000
		£	£
	Goods for resale	841,430	891,335
		<u> </u>	<u> </u>
10	Debtors	2001	2000
		£	£
	Trade debtors	163,851	114,580
	Amounts owed by group undertakings	5,000	-
	Corporation tax recoverable	-	27,500
	Other debtors	14,265	-
	Prepayments and accrued income	966	13,932
		<u> </u>	<u> </u>
		184,082	156,012
		<u> </u>	<u> </u>
11	Creditors: Amounts falling due within one year	2001	2000
		£	£
	Trade creditors	122,159	69,496
	Corporation tax	40,500	2,100
	Other taxes and social security	41,583	47,801
	Proposed dividends	45,000	-
	Other creditors	18,953	-
	Accruals and deferred income	79,212	95,576
		<u> </u>	<u> </u>
		347,407	214,973
		<u> </u>	<u> </u>
12	Share Capital		
	Authorised	2001	2000
		£	£
	10,000 Ordinary shares of £1 each (2000: 10,000)	10,000	10,000
		<u> </u>	<u> </u>
	Allotted, called up and fully paid	2001	2000
		£	£
	10,000 Ordinary shares of £1 each (2000: 10,000)	10,000	10,000
		<u> </u>	<u> </u>
13	Reserves		Profit and Loss Account
			£
	At 1st October 2000		1,909,114
	Profit for the year		172,797
	At 30th September 2001		<u>2,081,911</u>

Warwick Ward (Machinery) Limited

Notes to the Financial Statements

for the year ended 30th September 2001

14 Reconciliation of the Movement in Shareholders' Funds

	2001 £	2000 £
Profit/(Loss) for the financial year	217,797	(8,629)
Dividends	(45,000)	-
	<u>172,797</u>	<u>(8,629)</u>
Increase/(Decrease) in shareholders' funds	172,797	(8,629)
Opening shareholders' funds	1,919,114	1,927,743
Closing shareholders' funds	<u>2,091,911</u>	<u>1,919,114</u>

15 Reconciliation of Operating Profit/(Loss) to Operating Cash Flows

	2001 £	2000 £
Operating profit/(loss)	201,484	(27,086)
Depreciation charges	44,395	51,567
(Profit) on disposal of fixed assets	(29,190)	(5,043)
Decrease/(Increase) in stocks	49,905	(160,369)
(Increase)/Decrease in debtors	(55,748)	167,187
Increase in creditors	30,081	21,792
Net Cash Inflow from Operating Activities	<u>240,927</u>	<u>48,048</u>

16 Analysis of Cash Flows for Headings Netted in the Cash Flow Statement

Returns on Investments and Servicing of Finance

	2001 £	2000 £
Interest received	41,162	21,102
Net Cash Inflow for Returns on Investments and Servicing of Finance	<u>41,162</u>	<u>21,102</u>

Capital Expenditure and Financial Investment

	2001 £	2000 £
Purchase of tangible fixed assets	(115,985)	(20,099)
Proceeds from the sale of fixed assets	52,750	13,351
Net Cash (Outflow) for Capital Expenditure and Financial Investment	<u>(63,235)</u>	<u>(6,748)</u>

17 Analysis of changes in net funds

	At 1st October 2000 £	Cash flows £	At 30th September 2001 £
Cash in hand and at bank	724,836	260,083	984,919

Warwick Ward (Machinery) Limited

Notes to the Financial Statements

for the year ended 30th September 2001

18 Pensions - Defined Contribution Scheme

The company operates a defined contribution pension scheme, the assets of which are held in separate trustee administered fund.

19 Capital Commitments

2001	2000
£	£

Capital commitments as at 30th September 2001 are as follows:

Authorised and contracted for

-	85,707
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20 Related Party Transactions

The balance due from Warwick Ward Iberica SL at 30th September 2001 was £5,000, net of a provision of £278,235.

21 Ultimate controlling party

The company has no ultimate controlling party.