

Registration no: 988708

Warwick Ward (Machinery) Limited

Directors' Report and Abbreviated Financial Statements

for the Year Ended 30 September 2008



Warwick Ward (Machinery) Limited

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Warwick Ward (Machinery) Limited
Officers and Advisers

Directors	S M Ward T Ward A Ward M Ward
Secretary	S M Ward
Registered office	Blacker Hill Sidings Blacker Hill Barnsley S74 0RE
Auditors	Hawsons Chartered Accountants and Registered Auditors Pegasus House 463a Glossop Road Sheffield S10 2QD

Warwick Ward (Machinery) Limited
Directors' Report for the Year Ended 30 September 2008

The directors present their report and the audited financial statements for the year ended 30 September 2008.

Directors' responsibilities

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Directors are required by company law to prepare financial statements which give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for the period ending on that date. In preparing those financial statements, directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on a 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 enable them to ensure the financial statements comply with the Companies Act 1985. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

Principal activity and business review

The principal activity of the company is dealing in plant and machinery.

The directors consider the results for the year and the financial position at the end of the year as set out in these financial statements to be satisfactory.

This year has seen a contracting market place, particularly in the construction sector, and the directors expect the external commercial environment to remain competitive in the foreseeable future as the market continues to be cautious about investment and expenditure. On the positive side, recent currency movements are expected to benefit our overseas business in used equipment.

The management of the business and the execution of the company's strategy are subject to a number of risks.

The key business risks and uncertainties affecting the company are considered to be the economic climate within the construction industry, which impacts on the demand for the company's products, and fluctuating exchange rates, which we would expect to have an impact on overseas trade, as would be the case for most businesses involved in exports in a price-driven market place.

Given the straightforward nature of the business, the directors are of the opinion that analysis using key performance indicators is not necessary for the reader of the accounts to gain an understanding of the development, performance or position of the business.

Charitable and political donations

During the year the company made charitable donations of £900. Individual donations in excess of £200 were:

	2008 £
Sheffield Childrens Hospital	250
Just a Minute Emergency Support	270

Warwick Ward (Machinery) Limited
Directors' Report for the Year Ended 30 September 2008

..... continued

Directors

The directors who held office during the year were as follows:

- S M Ward
- T Ward
- A Ward
- M Ward

Retirement of directors

In accordance with the Articles of Association, A Ward will retire from the board and being eligible, will stand for re-appointment.

Statement of disclosure of information to auditors

The directors of the company who held office at the date of approval of this Annual Report as set out above each confirm that:

- so far as they are aware, there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware, and
- they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Auditors

The Auditors, Hawsons, have signified their willingness to remain in office and are deemed to be reappointed under section 487(2) of the Companies Act 2006.

Approved by the Board on7/11/2009.... and signed on its behalf by:

S. M. Ward.

S M Ward
Company Secretary

**Independent Auditors' Report to
Warwick Ward (Machinery) Limited
Under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts of Warwick Ward (Machinery) Limited, set out on pages 5 to 15, together with the financial statements of the company for the year ended 30 September 2008 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

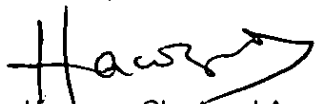
The directors are responsible for preparing the abbreviated accounts in accordance with 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin 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 accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies Act 1985, and the abbreviated accounts on pages 5 to 15 are properly prepared in accordance with those provisions.



Hawsons Chartered Accountants
and Registered Auditors

Pegasus House
463a Glossop Road
Sheffield
S10 2QD

8 January 2009

Warwick Ward (Machinery) Limited
Abbreviated Profit and Loss Account for the Year Ended 30 September 2008

	Note	2008 £	2007 £
Gross profit		2,135,256	1,613,838
Administrative expenses		(1,868,674)	(1,402,052)
Operating profit	2	<u>266,582</u>	<u>211,786</u>
Other interest receivable and similar income		33,940	42,643
Profit on ordinary activities before taxation		<u>300,522</u>	<u>254,429</u>
Tax on profit on ordinary activities	5	(61,480)	(49,000)
Profit for the financial year		<u><u>239,042</u></u>	<u><u>205,429</u></u>

Turnover and operating profit derive wholly from continuing operations.

The company has no recognised gains or losses for the year other than the results above.

There is no material difference between the result reported above and the result on an unmodified historical cost basis.

Warwick Ward (Machinery) Limited
Abbreviated Balance Sheet as at 30 September 2008

		2008		2007	
	Note	£	£	£	£
Fixed assets					
Tangible assets	6		478,708		472,461
Current assets					
Stocks	7	3,149,503		2,446,326	
Debtors	8	1,107,861		516,159	
Cash at bank and in hand		787,372		273,937	
		<u>5,044,736</u>		<u>3,236,422</u>	
Creditors: Amounts falling due within one year	9	<u>(2,988,373)</u>		<u>(1,354,854)</u>	
Net current assets			<u>2,056,363</u>		<u>1,881,568</u>
Total assets less current liabilities			2,535,071		2,354,029
Provisions for liabilities	10		<u>(9,000)</u>		<u>(7,000)</u>
Net assets			<u>2,526,071</u>		<u>2,347,029</u>
Capital and reserves					
Called up share capital	11		10,000		10,000
Profit and loss reserve	12		<u>2,516,071</u>		<u>2,337,029</u>
Equity shareholders' funds	13		<u>2,526,071</u>		<u>2,347,029</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

These financial statements were approved and authorised for issue by the Board on7/1/2009... and signed on its behalf by:

A Ward
Director

M Ward
Director

Warwick Ward (Machinery) Limited

Cash Flow Statement for the Year Ended 30 September 2008

		2008	2007
	Note	£	£
Net cash flow from operating activities	15	653,066	(160,141)
Returns on investment and servicing of finance	16	33,940	42,643
Taxation	16	(48,480)	(44,785)
Capital expenditure and financial investment	16	(65,091)	(167,798)
Equity dividends paid		(60,000)	(150,000)
Net cash flow		<u>513,435</u>	<u>(480,081)</u>

Reconciliation of net cash flow to movement in net debt

		2008	2007
	Note	£	£
Increase/(decrease) in cash in the year	17	<u>513,435</u>	<u>(480,081)</u>
Change in net debt resulting from cash flows		513,435	(480,081)
 Net funds at the start of the year	17	<u>273,937</u>	<u>754,018</u>
Net funds at the end of the year	17	<u>787,372</u>	<u>273,937</u>

Warwick Ward (Machinery) Limited

Notes to the abbreviated accounts for the Year Ended 30 September 2008

1 Accounting policies

Basis of preparation

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention.

Turnover

Turnover represents amounts invoiced, net of value added tax, in respect of the sale of goods and services to customers.

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

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

Stock

Stock is valued at the lower of cost and net realisable value.

Deferred taxation

Deferred tax is provided in full on timing differences which represent a liability at the balance sheet date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income or expenditure in tax computations in periods different from those in which they are included in the financial statements. Deferred tax assets and liabilities are not discounted.

Foreign currencies

Profit and loss account transactions in foreign currencies are translated into sterling at the exchange rate ruling at the date of the transaction. Assets and liabilities denominated in foreign currencies are translated into sterling at the closing rates at the balance sheet date and the exchange differences are included in the profit and loss account.

Pensions

The company operates a defined contribution pension scheme. Contributions are charged in the profit and loss account as they become payable in accordance with the rules of the scheme.

Dividends

Dividends are recognised as a liability in the period in which they are declared.

Warwick Ward (Machinery) Limited

Notes to the abbreviated accounts for the Year Ended 30 September 2008

..... continued

2 Operating profit

Operating profit is stated after charging/(crediting):

	2008 £	2007 £
Audit fees	5,000	4,200
Foreign currency gains	(4,519)	(1,638)
Loss on sale of tangible fixed assets	4,287	2,259
Depreciation of owned tangible fixed assets	54,557	46,045

3 Particulars of employees

The average number of persons employed by the company (including directors) during the year, analysed by category, was as follows:

	2008 No.	2007 No.
Production	24	25
Administration	20	18
	44	43

The aggregate payroll costs of these persons were as follows:

	2008 £	2007 £
Wages and salaries	1,562,910	1,062,744
Social security	170,469	113,489
Other pension costs	35,684	31,601
	1,769,063	1,207,834

Warwick Ward (Machinery) Limited

Notes to the abbreviated accounts for the Year Ended 30 September 2008

..... continued

4 Directors' emoluments

The directors' emoluments for the year are as follows:

	2008 £	2007 £
Directors' emoluments (including benefits in kind)	652,363	284,115
Directors' pension contributions	18,408	18,222
	<u>670,771</u>	<u>302,337</u>

During the period the number of directors who were accruing benefits under company pension schemes was as follows:

	2008 No.	2007 No.
Money purchase	<u>3</u>	<u>3</u>

The aggregate of emoluments of the highest paid director was £288,820 (2007 - £115,903), and company pension contributions of £2,704 (2007 - £4,111) were made to a money purchase scheme on their behalf.

Warwick Ward (Machinery) Limited

Notes to the abbreviated accounts for the Year Ended 30 September 2008

..... continued

5 Taxation

Analysis of current period tax charge

	2008 £	2007 £
Current tax		
Corporation tax charge	60,000	49,000
(Over)/under provision in previous year	(520)	-
UK Corporation tax	<u>59,480</u>	<u>49,000</u>
Deferred tax		
Origination and reversal of timing differences	<u>2,000</u>	<u>-</u>
Total tax on profit on ordinary activities	<u>61,480</u>	<u>49,000</u>

Factors affecting current period tax charge

The tax assessed on the profit on ordinary activities for the year is lower than (2007 - lower than) the standard rate of corporation tax in the UK of 20.50% (2007 - 19.50%).

The differences are reconciled below:

	2008 £	2007 £
Profit on ordinary activities before taxation	<u>300,522</u>	<u>254,429</u>
Standard rate corporation tax charge	61,607	49,614
Expenses not deductible for tax purposes	1,247	963
Accelerated capital allowances	(2,689)	(2,072)
Other differences	(685)	495
Total current tax for the year	<u>59,480</u>	<u>49,000</u>

Warwick Ward (Machinery) Limited

Notes to the abbreviated accounts for the Year Ended 30 September 2008

..... continued

6 Tangible fixed assets

	Freehold land and buildings £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Total £
Cost					
As at 1 October 2007	426,780	81,769	123,543	142,628	774,720
Additions	-	-	8,203	81,888	90,091
Disposals	-	-	-	(38,200)	(38,200)
As at 30 September 2008	<u>426,780</u>	<u>81,769</u>	<u>131,746</u>	<u>186,316</u>	<u>826,611</u>
Depreciation					
As at 1 October 2007	112,662	71,660	83,606	34,331	302,259
Eliminated on disposals	-	-	-	(8,913)	(8,913)
Charge for the year	<u>8,536</u>	<u>3,154</u>	<u>11,474</u>	<u>31,393</u>	<u>54,557</u>
As at 30 September 2008	<u>121,198</u>	<u>74,814</u>	<u>95,080</u>	<u>56,811</u>	<u>347,903</u>
Net book value					
As at 30 September 2008	<u>305,582</u>	<u>6,955</u>	<u>36,666</u>	<u>129,505</u>	<u>478,708</u>
As at 30 September 2007	<u>314,118</u>	<u>10,109</u>	<u>39,937</u>	<u>108,297</u>	<u>472,461</u>

7 Stocks and work in progress

	2008 £	2007 £
Goods for resale	<u>3,149,503</u>	<u>2,446,326</u>

Warwick Ward (Machinery) Limited

Notes to the abbreviated accounts for the Year Ended 30 September 2008

..... continued

8 Debtors

	2008 £	2007 £
Trade debtors	899,675	483,887
Other debtors	67,957	10,791
Prepayments and accrued income	140,229	21,481
	<u>1,107,861</u>	<u>516,159</u>

9 Creditors: Amounts falling due within one year

	2008 £	2007 £
Trade creditors	2,128,003	1,147,119
Corporation tax	60,000	49,000
Social security and other taxes	56,184	38,303
Other creditors	16,668	39,633
Accruals and deferred income	727,518	80,799
	<u>2,988,373</u>	<u>1,354,854</u>

10 Provisions for liabilities

	Deferred tax provision £
As at 1 October 2007	7,000
Deferred tax provision charged to the profit and loss account	<u>2,000</u>
As at 30 September 2008	<u>9,000</u>

11 Share capital

	2008 £	2007 £
Authorised		
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
Allotted, called up and fully paid		
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

Warwick Ward (Machinery) Limited

Notes to the abbreviated accounts for the Year Ended 30 September 2008

..... continued

12 Reserves

	Profit and loss reserve £
Balance at 1 October 2007	2,337,029
Transfer from profit and loss account for the year	239,042
Dividends	(60,000)
Balance at 30 September 2008	<u>2,516,071</u>

13 Reconciliation of movements in shareholders' funds

	2008 £	2007 £
Profit attributable to members of the company	239,042	205,429
Dividends	(60,000)	(150,000)
	<u>179,042</u>	<u>55,429</u>
Opening equity shareholders' funds	2,347,029	2,291,600
Closing equity shareholders' funds	<u>2,526,071</u>	<u>2,347,029</u>

14 Pension schemes

The company operates a defined contribution pension scheme, the assets of which are held in a separate trustee administered fund. The pension cost charge for the period represents contributions payable by the company to the scheme and amounted to £35,684 (2007: £31,601).

As at 30 September 2008 there were outstanding pension contributions of £1,240 (2007: £nil) included within other creditors and no prepaid contributions (2007: £nil).

Warwick Ward (Machinery) Limited

Notes to the abbreviated accounts for the Year Ended 30 September 2008

..... continued

15 Reconciliation of operating profit to operating cash flows

	2008 £	2007 £
Operating profit	266,582	211,786
Depreciation, amortisation and impairment charges	54,557	46,045
Loss on disposal of fixed assets	4,287	2,259
Increase in stocks	(703,177)	(694,875)
Increase in debtors	(591,702)	(203,648)
Increase in creditors	1,622,519	478,292
Net cash inflow/(outflow) from operating activities	653,066	(160,141)

16 Analysis of cash flows

	2008 £	2007 £
Returns on investment and servicing of finance		
Interest received	33,940	42,643
Taxation		
Taxation paid	(48,480)	(44,785)
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(90,091)	(205,298)
Sale of tangible fixed assets	25,000	37,500
	(65,091)	(167,798)

17 Analysis of net funds

	At start of period £	Cash flow £	At end of period £
Cash at bank and in hand	273,937	513,435	787,372

18 Controlling party

The company has no ultimate controlling party.