

Registered number
1058421

P FLANNERY PLANT HIRE (OVAL) LIMITED

Report and Accounts

31 March 2000



P FLANNERY PLANT HIRE (OVAL) LIMITED

Company Information

Directors

P Flannery

Mrs M Flannery

Secretary

Mrs M Flannery

Auditors

Buckingham & Company

27A Maxwell Road

Northwood

Middlesex HA6 2XY

Registered office

27a Maxwell Road

Northwood

Middlesex

HA6 2XY

Registered number

1058421

P FLANNERY PLANT HIRE (OVAL) LIMITED

Directors' Report

The directors present their report and accounts for the year ended 31 March 2000.

Principal activities and review of the business

The company's principal activity during the year continued to be hiring of plant and machinery. The company is in a good position to take advantage of any opportunities which may arise in the future.

Results and dividends

The profit for the year after taxation is shown on page 4. A dividend of £20,000 was paid during the year.

Future developments

The development of the company's business is likely to continue in a similar manner to previous years.

Directors

The directors who served during the year and their interests in the share capital of the company were as follows:

	£1 Ordinary shares	
	2000	1999
P Flannery	99	99
Mrs M Flannery	1	1

Directors' responsibilities

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

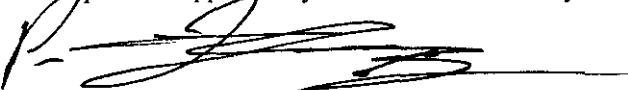
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the accounts 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.

Auditors

A resolution to reappoint Buckingham & Company as auditors will be put to the members at the Annual General Meeting.

This report was approved by the board on 30 January 2001.



P FLANNERY
Director

P FLANNERY PLANT HIRE (OVAL) LIMITED

Auditors' Report

Report of the auditors

to the shareholders of P FLANNERY PLANT HIRE (OVAL) LIMITED

We have audited the accounts on pages 4 to 13 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 2, the company's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts 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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts 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 the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31 March 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Buckingham & Company

Chartered Certified Accountants and Registered Auditors

27A Maxwell Road
Northwood
Middlesex HA6 2XY

30 January 2001

P FLANNERY PLANT HIRE (OVAL) LIMITED**Profit and Loss Account****for the year ended 31 March 2000**

	Notes	2000 £	1999 £
Turnover	2	3,846,631	3,807,403
Cost of sales		(3,285,465)	(3,354,622)
Gross profit		<u>561,166</u>	<u>452,781</u>
Administrative expenses		(413,975)	(347,585)
Other operating income		1,200	7,200
Operating profit	3	<u>148,391</u>	<u>112,396</u>
Interest payable	6	(78,030)	(94,817)
Profit on ordinary activities before taxation		<u>70,361</u>	<u>17,579</u>
Tax on profit on ordinary activities	7	(22,439)	40,503
Profit for the financial year		<u>47,922</u>	<u>58,082</u>
Dividends:			
ordinary dividend on equity shares	8	(20,000)	(32,000)
Retained profit for the financial year	17	<u>27,922</u>	<u>26,082</u>

Continuing operations

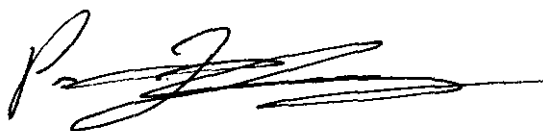
None of the company's activities were acquired or discontinued during the above two financial years.

Statement of total recognised gains and losses

The company has no recognised gains or losses other than the profit for the above two financial years.

P FLANNERY PLANT HIRE (OVAL) LIMITED**Balance Sheet****as at 31 March 2000**

	Notes	2000 £	1999 £
Fixed assets			
Tangible assets	9	1,408,264	1,286,021
Current assets			
Debtors	10	1,219,284	1,007,251
Cash at bank and in hand		615	-
		<u>1,219,899</u>	<u>1,007,251</u>
Creditors: amounts falling due within one year	11	(1,574,910)	(1,372,911)
Net current liabilities		<u>(355,011)</u>	<u>(365,660)</u>
Total assets less current liabilities		<u>1,053,253</u>	<u>920,361</u>
Creditors: amounts falling due after more than one year	12	(429,648)	(329,025)
Provisions for liabilities and charges	15	(99,489)	(95,142)
		<u>524,116</u>	<u>496,194</u>
Capital and reserves			
Called up share capital	16	100	100
Profit and loss account	17	524,016	496,094
Shareholders' funds:			
Equity		<u>524,116</u>	<u>496,194</u>
	18	<u>524,116</u>	<u>496,194</u>



P FLANNERY

Director

Approved by the board on 30 January 2001

P FLANNERY PLANT HIRE (OVAL) LIMITED**Cash Flow Statement****for the year ended 31 March 2000**

	Notes	2000 £	1999 £
Reconciliation of operating profit to net cash inflow from operating activities			
Operating profit		148,391	112,396
Depreciation charges & loss on disposal		258,368	265,119
(Increase)/decrease in debtors		(212,033)	110,695
Increase/(decrease) in creditors		247,580	(185,005)
Net cash inflow from operating activities		<u>442,306</u>	<u>303,205</u>

CASH FLOW STATEMENT

Net cash inflow from operating activities		442,306	303,205
Returns on investments and servicing of finance	19	(78,030)	(94,817)
Taxation		(58,923)	(5,599)
Capital expenditure	19	<u>(380,611)</u> (75,258)	<u>(318,780)</u> (115,991)
Equity dividends paid		<u>(20,000)</u> (95,258)	<u>(32,000)</u> (147,991)
Financing	19	41,246	76,800
Decrease in cash		<u>(54,012)</u>	<u>(71,191)</u>

Reconciliation of net cash flow to movement in net debt

Decrease in cash in the period		(54,012)	(71,191)
Increase in debt and lease financing		(41,246)	(76,800)
Change in net debt	20	<u>(95,258)</u>	<u>(147,991)</u>
Net debt at 1 April		<u>(1,163,875)</u>	<u>(1,015,884)</u>
Net debt at 31 March		<u>(1,259,133)</u>	<u>(1,163,875)</u>

P FLANNERY PLANT HIRE (OVAL) LIMITED

Notes to the Accounts

for the year ended 31 March 2000

1 Accounting policies

Accounting convention

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

Depreciation

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Plant and equipment owned and under hire purchase	- 15% p.a. on reducing balance
Plant and equipment held on finance lease	- Over the term of the lease
Freehold building	- 2% p.a. on cost
Office Equipment	- 10% p.a. on reducing balance
Motor vehicle owned and hire purchase	- 20% p.a. on reducing balance
Motor vehicle held on finance lease	- Over the term of the lease

Stocks

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

Deferred taxation

Deferred taxation is provided on the liability method on all timing differences which are expected in the foreseeable future, calculated at the rate at which it is estimated that the tax will be payable.

Leasing and hire purchase commitments

Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives.

The interest element of the rental obligations 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.

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

Pensions

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

P FLANNERY PLANT HIRE (OVAL) LIMITED**Notes to the Accounts****for the year ended 31 March 2000****2 Turnover**

Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

3 Operating profit**2000****1999****£****£**

This is stated after charging:

Depreciation of owned fixed assets

67,129

73,699

Depreciation of assets held under finance leases and hire purchase contracts

182,445

150,158

Auditors' remuneration

5,750

5,500

4 Directors' emoluments**2000****1999****£****£**

Emoluments

58,000

58,000

Company contributions to money purchase pension schemes

35,000

59,300

93,000

117,300

Number of directors in company pension schemes:

2000**1999****Number****Number**

Money purchase schemes

2

2

5 Staff costs**2000****1999****£****£**

Wages and salaries

439,739

36,300

Social security costs

42,166

5,800

481,905

42,100

6 Interest payable**2000****1999****£****£**

Bank loans and overdrafts

28,473

29,797

Finance charges payable under finance leases and hire purchase contracts

49,557

65,020

78,030

94,817

P FLANNERY PLANT HIRE (OVAL) LIMITED

Notes to the Accounts

for the year ended 31 March 2000

7 Taxation	2000	1999
	£	£
UK corporation tax	18,092	9,548
Deferred taxation (note 15)	4,347	(50,051)
	<u>22,439</u>	<u>(40,503)</u>

8 Equity dividends	2000	1999
	£	£
Equity dividends on ordinary shares - paid	<u>20,000</u>	<u>32,000</u>

9 Tangible fixed assets

	Freehold land and buildings	Motor vehicles	Plant and machinery	Total
	£	£	£	£
Cost				
At 1 April 1999	178,399	89,345	1,874,864	2,142,608
Additions	1,081	71,362	678,369	750,812
Disposals	-	(15,400)	(712,970)	(728,370)
At 31 March 2000	<u>179,480</u>	<u>145,307</u>	<u>1,840,263</u>	<u>2,165,050</u>
Depreciation				
At 1 April 1999	56,857	36,557	763,173	856,587
Charge for the year	2,968	22,366	224,240	249,574
On disposals	-	(3,080)	(346,295)	(349,375)
At 31 March 2000	<u>59,825</u>	<u>55,843</u>	<u>641,118</u>	<u>756,786</u>
Net book value				
At 31 March 2000	<u>119,655</u>	<u>89,464</u>	<u>1,199,145</u>	<u>1,408,264</u>
At 31 March 1999	<u>121,542</u>	<u>52,788</u>	<u>1,111,691</u>	<u>1,286,021</u>

	2000	1999
	£	£
Net book value of plant and machinery included above held under finance leases and hire purchase contracts	<u>930,135</u>	<u>843,860</u>

P FLANNERY PLANT HIRE (OVAL) LIMITED

Notes to the Accounts

for the year ended 31 March 2000

10 Debtors	2000	1999
	£	£
Trade debtors	867,479	685,724
Amount owed by related company see note 23	333,902	304,278
Other debtors	16,724	8,067
ACT Recoverable	-	8,000
Prepayments and accrued income	1,179	1,182
	<u>1,219,284</u>	<u>1,007,251</u>
11 Creditors: amounts falling due within one year	2000	1999
	£	£
Bank loans and overdrafts	347,546	292,919
Director's loan	131	811
Obligations under finance lease and hire purchase contracts	482,554	541,931
Trade creditors	174,003	104,943
Amount owed to related company see note 23	86,931	212,682
Corporation tax	17,069	57,900
Other taxes and social security costs	409,977	143,152
Other creditors	41,938	5,605
Accruals and deferred income	14,761	12,968
	<u>1,574,910</u>	<u>1,372,911</u>
12 Creditors: amounts falling due after one year	2000	1999
	£	£
Bank loans	64,641	93,522
Obligations under finance lease and hire purchase contracts	365,007	235,503
	<u>429,648</u>	<u>329,025</u>
13 Loans	2000	1999
	£	£
Analysis of maturity of debt:		
Within one year or on demand	39,268	39,268
Between one and two years	39,268	39,268
Between two and five years	25,373	54,254
	<u>103,909</u>	<u>132,790</u>

P FLANNERY PLANT HIRE (OVAL) LIMITED

Notes to the Accounts

for the year ended 31 March 2000

14 Obligations under finance leases and hire purchase contracts	2000	1999
	£	£
Amounts payable:		
Within one year	482,554	541,931
Within two to five years	365,007	235,503
	<u>847,561</u>	<u>777,434</u>

15 Provisions for liabilities and charges	2000	1999
Deferred taxation:	£	£
At 1 April	95,142	145,193
Charged to the profit and loss account	4,347	(50,051)
At 31 March	<u>99,489</u>	<u>95,142</u>

Deferred taxation provided in the accounts and the amounts not provided are as follows:

	Provided	Potential	Provided	Potential
	2000	2000	1999	1999
	£	£	£	£
Capital allowances in advance of depreciation	<u>99,489</u>	<u>-</u>	<u>95,142</u>	<u>-</u>

16 Share capital	2000	1999
	£	£
Authorised:		
Ordinary shares of £1 each	100	100
	<u>100</u>	<u>100</u>
	2000	1999
	No	No
	£	£
Allotted, called up and fully paid:		
Ordinary shares of £1 each	100	100
	<u>100</u>	<u>100</u>

17 Profit and loss account	2000	1999
	£	£
At 1 April	496,094	470,012
Retained profit	27,922	26,082
At 31 March	<u>524,016</u>	<u>496,094</u>

P FLANNERY PLANT HIRE (OVAL) LIMITED

Notes to the Accounts

for the year ended 31 March 2000

18 Reconciliation of movement in shareholders' funds	2000	1999
	£	£
At 1 April	496,194	470,112
Profit for the financial year	47,922	58,082
Dividends	(20,000)	(32,000)
At 31 March	<u>524,116</u>	<u>496,194</u>

19 Gross cash flows	2000	1999
	£	£
Returns on investments and servicing of finance		
Interest paid	(28,473)	(29,797)
Interest element of finance lease rental payments	(49,557)	(65,020)
	<u>(78,030)</u>	<u>(94,817)</u>
Capital expenditure		
Payments to acquire tangible fixed assets	(750,812)	(492,830)
Receipts from sales of tangible fixed assets	370,201	174,050
	<u>(380,611)</u>	<u>(318,780)</u>
Financing		
Loan repayments	(28,881)	(27,925)
Capital element of finance lease rental payments	70,127	104,725
	<u>41,246</u>	<u>76,800</u>

20 Analysis of changes in net debt	At 1 Apr 1999	Cash flows	Non-cash changes	At 31 Mar 2000
	£	£	£	£
Cash at bank and in hand	-	615		615
Overdrafts	(253,651)	(54,627)		(308,278)
		<u>(54,012)</u>		
Debt due within 1 year	(39,268)	-		(39,268)
Debt due after 1 year	(93,522)	28,881		(64,641)
Finance leases	(777,434)	(70,127)		(847,561)
		<u>(41,246)</u>		
Total	<u>(1,163,875)</u>	<u>(95,258)</u>	<u>-</u>	<u>(1,259,133)</u>

P FLANNERY PLANT HIRE (OVAL) LIMITED

Notes to the Accounts

for the year ended 31 March 2000

21 Pension commitments

The company makes contribution to a defined contribution scheme for the two Directors. The pension cost amounted to £35000 for the year. The assets of the scheme are held separately from those of the company in an independently administered fund.

22 Other financial commitments

At the year end the company had annual commitments under non-cancellable operating leases as set out below:

	Land and buildings 2000 £	Land and buildings 1999 £	Other 2000 £	Other 1999 £
Operating leases which expire: within two to five years	<u>-</u>	<u>-</u>	<u>103,800</u>	<u>-</u>

23 Related parties

Mr P Flannery who controls the Company has, together with Mrs M Flannery, a 100% interest in Triplehigh Limited, Flannery Plant Hire Limited and Mrs M Flannery has a controlling interest in Belvue Plant Holding Company Limited and D & F Properties Limited.

(a) During the year the Company rented a commercial yard from Triplehigh Limited at an annual rent of £42,000.

(b) Included in the Cost of Sales is £559000 in respect of Plant Hire which has been obtained from Belvue (Plant Holding) Company Limited.

(d) The analysis of related company balances are as follows:

	2,000	1,999
Debtors		
Belvue (Plant Holding) Company Limited	239,835	194,587
Triplehigh Limited	<u>94,067</u>	<u>109,691</u>
	<u>333,902</u>	<u>304,278</u>
Creditors		
Flannery Plant Hire Limited	<u>68,931</u>	<u>212,682</u>