

Registration number 01365921

Braymale Limited
Abbreviated accounts
for the year ended 30 June 2002



Braymale Limited

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Braymale Limited

Directors' report for the year ended 30 June 2002

The directors present their report and the accounts for the year ended 30 June 2002.

Principal activity and review of the business

The principal activity of the company during the period was that of an employment and vehicle hire agency.

Results and dividends

The results for the year are set out on page 3.

The directors have paid an interim dividend amounting to £100,000 and they do not recommend payment of a final dividend.

Directors and their interests

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

	Ordinary shares	
	30/06/02	01/07/01
B Ellis	2,502	2,502
C Ellis	1,250	1,250

Directors' responsibilities

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

Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Hadley & Co. be reappointed as auditors of the company will be put to the Annual General Meeting.

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

This report was approved by the Board on 22 April 2003 and signed on its behalf by

Mrs C Ellis
Secretary



**Independent auditors' report to Braymale Limited
under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 3 to 16 together with the financial statements of Braymale Limited for the year ended 30 June 2002 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing abbreviated accounts in accordance with Section 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 Section 246A(3) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts 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 accounts prepared in accordance with Section 246A(3) of the Companies Act 1985 in respect of the year ended 30 June 2002, and the abbreviated accounts on pages 3 to 16 are properly prepared in accordance with that provision.



**Hadley & Co.
Chartered Accountants and
Registered Auditors**

22 April 2003

**Adelphi Chambers
30 Hoghton Street
Southport
Merseyside
PR9 0NZ**

Braymale Limited

Abbreviated profit and loss account for the year ended 30 June 2002

		Continuing operations	
		2002	2001
	Notes	£	£
Gross profit		1,326,947	1,366,923
Administrative expenses		(1,038,778)	(973,667)
Other operating income		3,589	4,979
Operating profit	2	<u>288,169</u>	<u>393,256</u>
Interest payable and similar charges	3	<u>(69,473)</u>	<u>(80,546)</u>
Profit on ordinary activities before taxation		218,696	312,710
Tax on profit on ordinary activities	6	<u>(54,652)</u>	<u>(70,346)</u>
Profit on ordinary activities after taxation		164,044	242,364
Dividends	7	<u>(100,000)</u>	<u>-</u>
Retained profit for the year		64,044	242,364
Retained profit brought forward		1,319,729	1,077,365
Retained profit carried forward		<u><u>1,383,773</u></u>	<u><u>1,319,729</u></u>
There are no recognised gains or losses other than the profit or loss for the above two financial years.			
Unrealised movement on revaluation of property		<u>10,000</u>	<u>100,000</u>
Total recognised gains relating to the year		<u><u>174,044</u></u>	<u><u>342,364</u></u>

The notes on pages 6 to 16 form an integral part of these financial statements.

Braymale Limited

**Abbreviated balance sheet
as at 30 June 2002**

		2002		2001	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	8		2,840,947		2,895,678
Current assets					
Stocks	9	5,713		155	
Debtors	10	514,902		549,523	
Cash at bank and in hand		331,666		321,169	
		852,281		870,847	
Creditors: amounts falling due within one year	11	(984,210)		(1,063,662)	
Net current liabilities			(131,929)		(192,815)
Total assets less current liabilities			2,709,018		2,702,863
Creditors: amounts falling due after more than one year	12		(370,597)		(427,486)
Provisions for liabilities and charges	13		(196,000)		(207,000)
Net assets			2,142,421		2,068,377
Capital and reserves					
Called up share capital	15		5,000		5,000
Revaluation reserve	16		753,648		743,648
Profit and loss account	16		1,383,773		1,319,729
Equity shareholders' funds	17		2,142,421		2,068,377

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

The abbreviated accounts were approved by the Board on 22 April 2003 and signed on its behalf by

B Ellis
Director



Director



The notes on pages 6 to 16 form an integral part of these financial statements.

Braymale Limited

Cash flow statement for the year ended 30 June 2002

	Notes	2002 £	2001 £
Reconciliation of operating profit to net cash inflow from operating activities			
Operating profit		288,169	393,256
Depreciation		171,683	174,082
(Increase) in stocks		(5,558)	2,845
Decrease in debtors		34,621	68,275
(Decrease) in creditors		(77,970)	(27,812)
Net cash inflow from operating activities		<u>410,945</u>	<u>610,646</u>
Cash flow statement			
Net cash inflow from operating activities		410,945	610,646
Returns on investments and servicing of finance	19	(43,685)	(43,552)
Taxation	19	(53,778)	(66,479)
Capital expenditure	19	(96,874)	(270,361)
		<u>216,608</u>	<u>230,254</u>
Equity dividends paid		(100,000)	-
		<u>116,608</u>	<u>230,254</u>
Financing	19	23,790	-
Increase in cash in the year		<u>140,398</u>	<u>230,254</u>
Reconciliation of net cash flow to movement in net funds (Note 20)			
Increase in cash in the year		140,398	230,252
Cash inflow from decrease in debts and lease financing		(23,790)	-
		<u>116,608</u>	<u>230,252</u>
Change in net funds resulting from cash flows		(20,078)	(38,427)
New finance leases and hire purchase contracts			
Movement in net funds in the year		<u>96,530</u>	<u>191,825</u>
Net debt at 1 July 2001		<u>(307,414)</u>	<u>(499,239)</u>
Net debt at 30 June 2002		<u>(210,884)</u>	<u>(307,414)</u>

Braymale Limited

Notes to the abbreviated financial statements for the year ended 30 June 2002

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention modified to include the revaluation of certain fixed assets .

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost or valuation less residual value of each asset over its expected useful life, as follows:

Land and buildings	-	2% Straight line on buildings only
Plant and machinery	-	15% reducing balance
Fixtures, fittings and equipment	-	15% reducing balance
Motor vehicles	-	20% reducing balance

1.4. Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations outstanding in each period.

1.5. Stock

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

1.6. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

1.7. 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.

Braymale Limited

Notes to the abbreviated financial statements for the year ended 30 June 2002

..... continued

2. Operating profit	2002	2001
	£	£
Operating profit is stated after charging:		
Depreciation and other amounts written off tangible assets	173,896	163,862
Auditors' remuneration	6,612	3,567
	<u> </u>	<u> </u>
and after crediting:		
Profit on disposal of tangible fixed assets	2,213	(10,220)
	<u> </u>	<u> </u>
3. Interest payable and similar charges	2002	2001
	£	£
On bank loans and overdrafts	27,854	37,021
On Directors Loan Accounts	32,407	33,763
Hire purchase interest	9,212	9,762
	<u> </u>	<u> </u>
	<u>69,473</u>	<u>80,546</u>
4. Employees		
Number of employees		
The average monthly numbers of employees (including the directors) during the year were:	2002	2001
Production Staff	138	143
Office and Management	4	5
Administration Staff	11	15
	<u> </u>	<u> </u>
	<u>153</u>	<u>163</u>
Employment costs	2002	2001
	£	£
Wages and salaries	1,973,432	1,835,240
Social security costs	130,810	122,746
Other pension costs	25,804	25,984
	<u> </u>	<u> </u>
	<u>2,130,046</u>	<u>1,983,970</u>

Braymale Limited

**Notes to the abbreviated financial statements
for the year ended 30 June 2002**

..... continued

4.1. Directors' emoluments	2002	2001
	£	£
Remuneration and other emoluments	82,056	53,306
Pension contributions	25,804	25,984
	<u>107,860</u>	<u>79,290</u>
	Number	Number
Number of directors to whom retirement benefits are accruing under a money purchase scheme	<u>2</u>	<u>2</u>

5. Pension costs

The company operates a defined contribution pension scheme. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £25,804 (2001 - £25,984).

Braymale Limited

Notes to the abbreviated financial statements for the year ended 30 June 2002

..... continued

6. Tax on profit on ordinary activities

Analysis of charge in period	2002	2001
	£	£
UK corporation tax at 19.00% (2001 - 20.00%)	46,305	53,778
Prior period adjustments	8,859	(72)
Interest on Corporation Tax	488	140
	<u>55,652</u>	<u>53,846</u>
Total current tax charge	<u>55,652</u>	<u>53,846</u>
Deferred tax		
Timing differences, origination and reversal	(1,000)	16,500
Total deferred tax	<u>(1,000)</u>	<u>16,500</u>
Tax on profit on ordinary activities	<u>54,652</u>	<u>70,346</u>

Factors affecting tax charge for period

The tax assessed for the period is lower than the standard rate of corporation tax in the UK (20 per cent). The differences are explained below:

	2002	2001
	£	£
Profit on ordinary activities before taxation	<u>218,696</u>	<u>312,710</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (30 June 2001 : 20%)	43,739	62,542
Expenses not deductible for tax purposes (primarily goodwill amortisation)	(1,691)	(560)
Capital allowances for period in excess of depreciation	(10,807)	8,697
Adjustments to tax charge in respect of previous periods	585	559
Current tax charge for period	<u>55,652</u>	<u>53,846</u>

7. Dividends

	2002	2001
	£	£
Dividends on equity shares:		
Ordinary shares - interim paid	<u>100,000</u>	<u>-</u>

Braymale Limited

Notes to the abbreviated financial statements for the year ended 30 June 2002

..... continued

8. Tangible fixed assets	Land and buildings freehold £	Plant and machinery £	Fixtures, fittings and equipment £	Motor vehicles £	Total £
Cost/revaluation					
At 1 July 2001	2,193,138	741,254	43,275	774,037	3,751,704
Additions	-	145,022	517	64,404	209,943
Disposals	-	(89,952)	(1,950)	(62,490)	(154,392)
At 30 June 2002	2,193,138	796,324	41,842	775,951	3,807,255
Depreciation					
At 1 July 2001	87,963	235,815	17,644	514,604	856,026
On disposals	-	(32,631)	(933)	(30,050)	(63,614)
Charge for the year	22,000	88,003	3,912	59,981	173,896
At 30 June 2002	109,963	291,187	20,623	544,535	966,308
Net book values					
At 30 June 2002	2,083,175	505,137	21,219	231,416	2,840,947
At 30 June 2001	2,105,175	505,439	25,631	259,433	2,895,678

Land and buildings are included at a valuation of £2,000,000 (valued in 1998) with additions since then at cost.

Braymale Limited

Notes to the abbreviated financial statements for the year ended 30 June 2002

..... continued

Included above are assets held under finance leases or hire purchase contracts as follows:

Asset description	2002		2001	
	Net book value £	Depreciation charge £	Net book value £	Depreciation charge £
Plant and machinery	77,350	13,650	-	-
Motor vehicles	101,230	25,308	105,340	26,336
	<u>178,580</u>	<u>38,958</u>	<u>105,340</u>	<u>26,336</u>

Tangible fixed assets included at a valuation would have been included on a historical cost basis at:

	2002 £	2001 £
Cost	1,205,891	1,205,891
Depreciation	63,903	51,115
Net book value	<u>1,141,988</u>	<u>1,154,776</u>

9. Stocks	2002 £	2001 £
Raw materials and consumables	<u>5,713</u>	<u>155</u>

10. Debtors	2002 £	2001 £
Trade debtors	477,705	515,409
Other debtors	18,408	-
Prepayments and accrued income	18,789	34,114
	<u>514,902</u>	<u>549,523</u>

Braymale Limited

**Notes to the abbreviated financial statements
for the year ended 30 June 2002**

..... continued

11. Creditors: amounts falling due within one year	2002 £	2001 £
Bank overdraft	-	60,814
Bank loan	75,163	67,230
Pension fund loan	23,790	-
Net obligations under finance leases and hire purchase contracts	69,269	69,269
Trade creditors	93,743	184,807
Corporation tax	55,599	53,778
Other taxes and social security costs	156,692	131,956
Directors' accounts	429,355	426,330
Other creditors	75,189	64,208
Accruals and deferred income	5,410	5,270
	<u>984,210</u>	<u>1,063,662</u>

The bank borrowings are secured by a legal charge over the company's land and buildings and a mortgage debenture. Assets subject to hire purchase contracts are secured on the assets concerned.

Braymale Limited

**Notes to the abbreviated financial statements
for the year ended 30 June 2002**

..... continued

12. Creditors: amounts falling due after more than one year	2002 £	2001 £
Bank loan	290,966	346,761
Net obligations under finance leases and hire purchase contracts	79,631	80,725
	<u>370,597</u>	<u>427,486</u>
Loans		
Repayable in one year or less, or on demand (Note 11)	98,953	67,230
Repayable between one and two years	73,232	69,271
Repayable between two and five years	192,900	200,475
Repayable in five years or more	24,834	77,015
	<u>389,919</u>	<u>413,991</u>

The bank borrowings are secured by a legal charge over the company's land and buildings and a mortgage debenture. Assets subject to hire purchase contracts are secured on the assets concerned.

**Net obligations under finance leases
and hire purchase contracts**

Repayable within one year	69,269	69,269
Repayable between one and five years	79,631	80,725
	<u>148,900</u>	<u>149,994</u>

13 Provisions for liabilities and charges

	Deferred taxation (Note 14) £	Total £
At 1 July 2001	206,000	206,000
Movements in the year	10,000	10,000
At 30 June 2002	<u>196,000</u>	<u>196,000</u>

Braymale Limited

Notes to the abbreviated financial statements for the year ended 30 June 2002

..... continued

14. Provision for deferred taxation

	2002 £	2001 £
Accelerated capital allowances	196,000	207,000
Undiscounted provision for deferred tax	<u>196,000</u>	<u>207,000</u>
Provision at 1 July 2001	207,000	
Deferred tax charge in profit and loss account	(1,000)	
Reduction in deferred tax on revaluation	(10,000)	
Provision at 30 June 2002	<u>196,000</u>	

15. Share capital

	2002 £	2001 £
Authorised equity		
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
Allotted, called up and fully paid equity		
5,000 Ordinary shares of £1 each	<u>5,000</u>	<u>5,000</u>

16. Equity Reserves

	Revaluation reserve £	Profit and loss account £	Total £
At 1 July 2001	743,648	1,319,729	2,063,377
Deferred tax on revaluation of property	10,000		10,000
Retained profit for the year		64,044	64,044
At 30 June 2002	<u>753,648</u>	<u>1,383,773</u>	<u>2,137,421</u>

Braymale Limited

Notes to the abbreviated financial statements for the year ended 30 June 2002

..... continued

17. Reconciliation of movements in shareholders' funds	2002 £	2001 £
Profit for the year	164,044	242,364
Dividends	(100,000)	-
	<u>64,044</u>	<u>242,364</u>
Other recognised gains or losses	10,000	100,000
	<u>74,044</u>	<u>342,364</u>
Net addition to shareholders' funds	2,068,377	1,726,013
Opening shareholders' funds	<u>2,068,377</u>	<u>1,726,013</u>
Closing shareholders' funds	<u>2,142,421</u>	<u>2,068,377</u>

18. Related party transactions

The directors are members of the company pension scheme. The company made contributions during the year of £25,804. There is a net loan owing to the pension fund by the company of £14,430 as at the balance sheet date.

19. Gross cash flows

	2002 £	2001 £
Returns on investments and servicing of finance		
Interest paid	<u>(43,685)</u>	<u>(43,552)</u>
Taxation		
Corporation tax paid	<u>(53,778)</u>	<u>(66,479)</u>
Capital expenditure		
Payments to acquire tangible assets	(189,865)	(283,961)
Receipts from sales of tangible assets	<u>92,991</u>	<u>13,600</u>
	<u>(96,874)</u>	<u>(270,361)</u>
Financing		
Other new short term loans	<u>23,790</u>	<u>-</u>

Braymale Limited

Notes to the abbreviated financial statements for the year ended 30 June 2002

..... continued

20. Analysis of changes in net funds

	Opening balance	Cash flows	Other changes	Closing balance
	£	£	£	£
Cash at bank and in hand	321,169	10,497		331,666
Overdrafts	(60,814)	60,814		-
	<u>260,355</u>	<u>71,311</u>		<u>331,666</u>
Debt due within one year	(71,014)	(23,790)	(4,149)	(98,953)
Debt due after one year	(367,933)	-	76,967	(290,966)
Finance leases and hire purchase contracts	(128,822)	-	(20,078)	(148,900)
	<u>(567,769)</u>	<u>(23,790)</u>	<u>52,740</u>	<u>(538,819)</u>
Net funds	<u>(307,414)</u>	<u>47,521</u>	<u>52,740</u>	<u>(207,153)</u>