Return to C.W. GEORGE & CO.

1391526

Financial Accounts

Peers Hardy (U.K.) Limited

For The Year Ended
31st March 1988

Index

C.W. George & Co.
Chartered Accountants

Peers Hardy (U.K.) Limited

REPORT OF THE DIRECTORS
For The Year Ended 31st March 1988

The Directors present their annual report on the affairs of the Company, together with the Accounts and Auditors' Report for the above period.

RESULTS AND DIVIDENDS

The net profit of the Company for the period was £75597 (1987 - £166826). The Directors recommend that this be added to the retained earnings at the beginning of the period an' that the balance of £711654 be carried forward.

The Directors do not recommend the payment of a dividend.

During the period exports from the United Kingdom amounted to £400282 (1987-£566636).

REVIEW OF THE BUSINESS

During the period the Company's principal activity has been that of Manufacturers Importers & Distributors of Clocks and Watches.

The turnover in 1987 exceeded the previous year by 3.3%. However, profitability was adversely affected by several factors; the unexpected early imposition of duty on LCD watches from the Far East, product quality problems on Far East purchases, sale mix changes and a downward trend in selling prices. The Directors have taken action both to correct for the problems that arose during 1987, and to adjust to the new trading conditions so that by the end of the current year, the Company will be well placed to meet the challenges of 1989 and beyond.

SHARE CAPITAL

The Share Capital of the Company was increased to £100,000 on the 14th January 1988 by a Bonus Issue of both classes of Shares, on the basis of 3 New Shares for each Share held at that date. The New Shares were issued by capitalisation of Revenue Reserves available at that date.

DIRECTORS

The Directors of the Company during the period and their beneficial interests in the issued share capital of the Company at the beginning and end of the period were:

			Ordinary Shares of 10p each	
			1988	1987
N.R. Woolley		'A'	220000	55000
J.E. Story		'A'	639916	159979
	Non-Voting	'B'	139972	34993
R.S. Bates	Resigned 26.3.88		-	-
M. Osborne	Appointed 26.3.88		-	-

Mr. N.R. Woolley retires from the Board and, being eligible, offers himself for re-election.

Peers Hardy (U.K.) Limited

REPORT OF THE DIRECTORS cont'd
For The Year Ended 31st March 1988

POLITICAL AND CHARITABLE DONATIONS

No political or charitable donations were made during the year.

STATUS

The company is a close company under the provisions of the Taxes Acts.

AUDITORS

A resolution will be proposed at the Annual General Meeting to re-appoint the Auditors, C.W. George & Co., Chartered Accountants.

BY ORDER OF THE BOARD

June 1988

Peers Hardy (U.K.) Limited

REPORT OF THE AUDITORS

To The Members of Peers Hardy (U.K.) Limited

We have audited the accounting records of Peers Hardy (U.K.) Limited for the Year ended 31st March 1988.

The accounts attached which have been drawn up under the historical cost convention have been properly prepared in accordance with the provisions of the Companies Act 1985.

In our opinion these accounts give, under the historical cost convention, a true and fair view of the state of affairs, and results. We are also of the opinion that the requirements for exemptions under sections 247 to 249 of the Companies Act 1985 have been satisfied.

C.W. George & Co.
Chartered Accountants

Grazebrook House
Peartree Lane
Dudley
West Midlands
DY2 OXW

June 1988

No. of Company : 1391526

Peers Hardy (U.K.) Limited

BALANCE SHEET
As at 31st March 1988

	Notes		1988 £		1987 £
FIXED ASSETS	3				
Tangible Assets			286086		249416
CURRENT ASSETS	6				
Stock		848456		864907	
Debtors		487543		614169	
Cash at Bank		1175		713	
Cash Account		559		454	
		1337733		1480243	
CREDITORS	7				
Amounts due within one year		729307		904190	
NET CURRENT ASSETS			608426		576053
TOTAL ASSETS LESS CURRENT LIABILITIES			894512		825469
CREDITORS	7				
Amounts due in more than one year			82858		89414
			£ 811654		£ 736055
CAPITAL AND RESERVES					
Share Capital	5		100000		25000
Profit and Loss Account			711654		711055
			£ 811654		£ 736055

As a medium size Company we have relied upon the exemptions under sections 247 to 249 of the Companies Act 1985.

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..........................) DIRECTORS

June 1988

Peers Hardy (U.K.) Limited

PROFIT AND LOSS ACCOUNT
For The Year Ended 31st March 1988

		1988 £		1987 £
GROSS PROFIT		1057581		980064
Distribution Costs		361610		213675
		695971		766389
Administration Costs				
General Overheads	328699		240325	
Directors' Remuneration	140243		157069	
Auditors' Remuneration	3500		2500	
Depreciation	46718		31272	
Bank Interest	75355		54175	
		594515		485341
		101456		281048
Income from Investments				
Bank Interest Received		-		657
NET PROFIT ON ORDINARY ACTIVITIES		101456		281705
TAXATION				
Corporation Tax	38348		110384	
Prior Year Adjustments	(12489)		4495	
		25859		114879
NET PROFIT FOR THE YEAR		75597		166826
Share Capitalisation		75000		-
		597		166826
RETAINED PROFITS BROUGHT FORWARD		711057		544229
BALANCE CARRIED TO BALANCE SHEET		£ 711654		£ 711055

Peers Hardy (U.K.) Limited

NOTES TO THE ACCOUNTS
For The Year Ended 31st March 1988

1. ACCOUNTING POLICIES

a. The Accounts have been prepared under the Historical Cost Convention.

b. Turnover represents the net amount of invoices to customers less credit notes for goods returned, excluding VAT.

c. Depreciation is calculated to write off the cost of an asset over its anticipated useful life. No depreciation is provided on assets acquired but not yet in use, neither is depreciation provided in the year of disposal.

The rates and bases generally used are as follows:-

Freehold Property	Nil.
Motor Vehicles	25% p.a. straight line basis.
Tooling	On a straight line basis varied according to the anticipated market life of the models produced.
Equipment and Fixtures	25% p.a. straight line basis.

d. Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

2. TURNOVER

The turnover and results before taxation are attributable in the main, to the Company's principal activity, namely, Manufacturers Importers & Distributors of Clocks and Watches.

Peers Hardy (U.K.) Limited

NOTES TO THE ACCOUNTS CONT'D
For The Year Ended 31st March 1988

3. FIXED ASSETS

TANGIBLE ASSETS

	Cost at Start	Additions at Cost	Disposals at Cost	Depr'n to Date	Net Book Value
	£	£	£	£	£
Freehold Property	63423	-	-	-	63423
Motor Vehicles	96462	67538	(50413)	(35023)	78564
Tooling	113220	28731	-	(75159)	66792
Equipment and Fixtures	78057	48467	-	(49217)	77307
Total per Balance Sheet	351162	144736	(50413)	(159399)	286086

FUTURE CAPITAL EXPENDITURE

	1988	1987
	£	£
Contracted for but not provided in the Accounts.	Nil	54000

4. DEFERRED TAXATION

The Directors do not consider it necessary to make provision for Deferred Taxation.

Peers Hardy (U.K.) Limited

NOTES TO THE ACCOUNTS CONT'D
For The Year Ended 31st March 1988

5. SHARE CAPITAL

	1988 £	1987 £
Ordinary Shares of 10p each.		
Authorised		
'A' Shares 860000	86000	21500
'B' Shares 140000 Non-Voting	14000	3500
	100000	25000
Issued and Fully Paid	100000	25000

6. DEBTORS

	1988 £	1987 £
Amounts due within one year:-		
Trade Debtors	442257	572866
Other Debtors	8754	15006
Prepayments	36532	26297
	487543	614169

7. CREDITORS

	1988 £	1987 £
Amounts due within one year:-		
Trade Creditors	137347	258817
Corporation Tax	38348	110384
Accruals	31817	35765
Other Creditors inc Taxes	36918	49705
Hire Purchase Creditors	7375	-
Bank Overdraft (Secured)	477502	449519
	729307	904190
Amounts due after more than one year:-		
Bank Loan Account	-	9000
Hire Purchase Creditors	82858	80414
	82858	89414
	812165	993604