

TITHEGROVE LIMITED
ABBREVIATED FINANCIAL STATEMENTS
31 MARCH 2002

Registered Number 1802721



DENNIS & TURNBULL
CHARTERED ACCOUNTANTS
Swindon

TITHEGROVE LIMITED
FINANCIAL STATEMENTS
for the year ended 31 March 2002

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TITHEGROVE LIMITED
COMPANY INFORMATION

31 March 2002

INCORPORATED	in England on 23rd March 1984
COMPANY NUMBER	1802721
DIRECTORS	P H Walton S R Rayson D Torchia
SECRETARY	S R Rayson
BANKERS	National Westminster Bank Plc 84 Commercial Road Swindon Wiltshire SN1 5NW
AUDITORS	Dennis & Turnbull Swatton Barn Badbury Swindon Wiltshire SN4 0EU
REGISTERED OFFICE	Swatton Barn Badbury Swindon Wiltshire SN4 0EU

TITHEGROVE LIMITED
DIRECTORS' REPORT

31 March 2002

The directors present their annual report together with the audited financial statements of the company for the year ended 31 March 2002.

Principal activity

The principal activity of the company throughout the year continued to be that of a building contractor in the new housing and civil engineering construction industry.

Review of business

The results for the year are set out in the annexed profit and loss account.

The company's balance sheet as detailed on page 6 shows a satisfactory position, shareholders' funds amounting to £753,631.

Dividends

The directors do not recommend the payment of a final dividend.

Interim dividends of £104,000 (10,400 pence per share) were paid during the year.

Directors

The directors who held office during the year and their beneficial interest in the issued share capital of the company were as follows:

	Ordinary shares of £1 each	
	31 March 2002	1 April 2001
P H Walton	500	500
S R Rayson	500	500
D Torchia	-	-

Fixed assets

The movements in the fixed assets of the company are disclosed in note 8 to the financial statements.

In the opinion of the directors, there is no significant difference between the present market value of the company's properties and the amounts at which they are stated in the accounts.

TITHEGROVE LIMITED**DIRECTORS' REPORT**
(continued)**31 March 2002****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 affairs of the company as at the end of the financial year and of the profit or loss of the company for that period. 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.

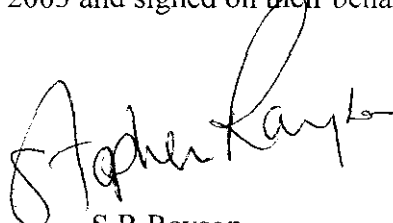
The directors are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act. It is also their responsibility to safeguard the assets of the company and hence to take reasonable steps to prevent and detect fraud and other irregularities.

Political and charitable contributions

Various charitable contributions were made during the year totalling £1,200.

Approval by the board

Approved by the board of directors on 9 January 2003 and signed on their behalf by:



S R Rayson
Secretary

Swatton Barn
Badbury
Swindon
Wiltshire
SN4 0EU

INDEPENDENT AUDITORS' REPORT TO TITHEGROVE LIMITED**PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages 5 to 15 together with the financial statements of Tithegrove Limited for the year ended 31 March 2002, as prepared under the Companies Act 1985.

Respective responsibilities of directors and auditors

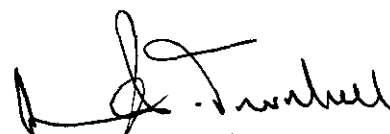
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A of the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

Basis of opinion

We have carried out such procedures as 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 have been properly prepared.

Opinion

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



Dennis & Turnbull
Registered Auditors and
Chartered Accountants

Swatton Barn
Badbury
Swindon
Wiltshire
SN4 0EU

9 January 2003

TITHEGROVE LIMITED
PROFIT AND LOSS ACCOUNT
for the year ended 31 March 2002

	Note	2002 £	2001 £
Gross profit		1,945,454	1,437,750
Administration expenses		<u>1,662,778</u>	<u>1,085,229</u>
		(1,662,778)	(1,085,229)
Other operating income		<u>6,528</u>	<u>549</u>
Operating profit	2	289,204	353,070
Other interest receivable and similar income		50,709	36,549
Interest payable and similar charges	5	<u>(41,899)</u>	<u>(31,189)</u>
Profit on ordinary activities before taxation		298,014	358,430
Taxation on profit on ordinary activities	6	<u>(66,222)</u>	<u>(85,387)</u>
Profit on ordinary activities after taxation		231,792	273,043
Dividends	7	<u>(104,000)</u>	<u>(90,000)</u>
Profit for the financial year		127,792	183,043
Balance brought forward		<u>624,839</u>	<u>441,796</u>
Balance carried forward		<u>£752,631</u>	<u>£624,839</u>

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

There were no recognised gains nor losses other than those included in the profit and loss account.

The notes on pages 8 to 15 form part of these financial statements.

TITHEGROVE LIMITED
ABBREVIATED BALANCE SHEET

31 March 2002

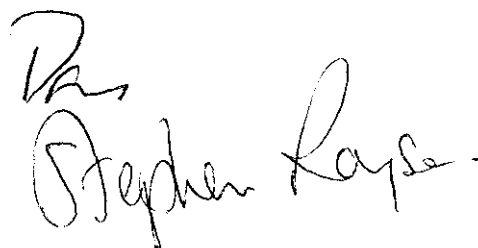
	Note	2002	2001
		£	£
Fixed assets			
Tangible assets	8	758,318	577,375
Current assets			
Stock	9	101,630	409,341
Debtors	10	1,976,471	1,686,571
Cash at bank and in hand		<u>1,362,638</u>	<u>751,447</u>
		3,440,739	2,847,359
Creditors: amounts falling due within one year	11	<u>(3,190,349)</u>	<u>(2,607,007)</u>
Net current assets		250,390	240,352
Total assets less current liabilities		1,008,708	817,727
Creditors: amounts falling due after more than one year	12	<u>(230,122)</u>	<u>(173,598)</u>
		778,586	644,129
Provision for liabilities and charges	13	<u>(24,955)</u>	<u>(18,290)</u>
		<u>£753,631</u>	<u>£625,839</u>
Capital and reserves			
Called up share capital	14	1,000	1,000
Profit and loss account		<u>752,631</u>	<u>624,839</u>
Shareholders funds	15	<u>£753,631</u>	<u>£625,839</u>

The directors have taken advantage of the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies in the preparation of the accounts.

Approved by the board of directors on 9 January 2003 and signed on its behalf.

P H Walton
Director

S R Rayson
Director



The notes on pages 8 to 15 form part of these financial statements.

TITHEGROVE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2002

	£	2002 £	£	2001 £
Net cash inflow from operating activities (note 16)		818,868		554,599
Returns on investments and servicing of finance				
Interest and similar income received	50,709		36,549	
Interest and similar charges paid	(6,385)		(6,876)	
Interest element of finance lease payments	(35,514)		(24,313)	
		8,810		5,360
Taxation paid		(83,390)		(30,150)
Capital expenditure				
Payments to acquire tangible fixed assets	(48,433)		(180,320)	
Receipts from sale of tangible fixed assets	31,166		26,828	
		(17,267)		(153,492)
		727,021		376,317
Equity dividends paid		(104,000)		(90,000)
Financing				
Increase in short term bank loan	48,221		3,438	
Repayment of/2001 increase in long term bank loan	(52,095)		52,095	
Capital repayments on finance lease and HP contracts	(210,828)		(158,780)	
		(214,702)		(103,247)
Net increase in cash		<u>£408,319</u>		<u>£183,070</u>
Reconciliation of net cash flow to movement in net debt (note 17)				
Net increase in cash		408,319		183,070
New finance leases		(378,074)		(195,814)
Reduction in/2001 increase in long term bank loan		3,874		(55,533)
Reduction in finance lease and HP contracts		210,828		158,780
Changes in net funds		244,947		90,503
Net funds at 1 April 2001		370,778		280,275
Net funds 31 March 2002		<u>£615,725</u>		<u>£370,778</u>

TITHEGROVE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
31 March 2002

1 Accounting policies

The principal accounting policies which are adopted consistently in the preparation of the financial statements are set out below.

Basis of accounting

The financial statements have been prepared in accordance with accounting standards under the historical cost convention.

Turnover

Turnover represents net invoiced sales of goods and services, excluding value added tax.

Tangible fixed assets

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost less estimated residual value of each asset over its estimated useful life. The principal annual rates in use are:

Freehold buildings	not depreciated
Motor vehicles	25% and 33% straight line basis
Fixtures and fittings	25% and 33% straight line basis
Plant and machinery	17% and 25% straight line basis

Leased assets

Where assets are financed by leasing or hire purchase agreements that give rights approximating to ownership the assets are treated as if they had been purchased outright. The assets are included in fixed assets and the capital element of the leasing commitments is shown as obligations under finance leases and hire purchase agreements. The lease rentals are treated as consisting of capital and interest elements. The capital element is applied to reduce the outstanding obligations and the interest elements charged against profit so as to produce a constant periodic rate of charge on the remaining balance of the obligation for each accounting period. Assets held under finance leases or hire purchase are depreciated over the shorter of the lease terms and the useful lives of the equivalent owned assets.

Rentals applicable to operating leases, where substantially all the benefit and risk of ownership remain with the lessor, are charged to the profit and loss account on a straight line basis over the lease term.

Stock

Stock and work in progress is valued at the lower of cost and estimated net realisable value, after making due allowance for obsolete and slow moving items.

Deferred taxation

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for to the extent that it is probable that a liability will crystallise in the foreseeable future.

TITHEGROVE LIMITED
NOTES TO THE FINANCIAL STATEMENTS

31 March 2002

(continued)

2 Operating profit

The operating profit is stated after charging:

	2002	2001
	£	£
Depreciation of owned assets	79,538	57,113
Depreciation of assets under finance leases and HP	119,094	100,439
Auditors' remuneration	8,850	7,200
Auditors' remuneration - non-audit work	-	400
	<u> </u>	<u> </u>

3 Staff costs

Staff costs including directors' remuneration were as follows:

	2002	2001
	£	£
Wages and salaries	2,696,035	2,087,110
Social security costs	266,759	211,725
Pension costs	312,940	63,120
	<u>£3,275,734</u>	<u>£2,361,955</u>

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

	Number	Number
Production staff	83	75
Office and management	5	5
Administration staff	15	12
	<u>103</u>	<u>92</u>

TITHEGROVE LIMITED
NOTES TO THE FINANCIAL STATEMENTS

31 March 2002
(continued)

4 Directors' Remuneration

The directors' aggregate emoluments in respect of qualifying services were:

	2002	2001
	£	£
Directors' emoluments	344,224	147,010
Company contributions to money purchase pension schemes	308,940	59,120
	<u>£653,164</u>	<u>£206,130</u>

The remuneration of the highest paid director was:

Emoluments and amounts receivable under long term incentive schemes	154,712	-
Company contributions to money purchase pension scheme	154,470	-
	<u>£309,182</u>	<u>-</u>

Defined contribution pension scheme

The company operates a defined contribution scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £312,940 (2001 £63,120) including contributions in respect of employees.

The number of directors who were accruing benefits under company pension schemes were as follows:

	Number	Number
Money purchase pension schemes	<u>2</u>	<u>2</u>

5 Interest payable and similar charges

	2002	2001
	£	£
Bank interest	237	141
Loan interest	2,030	3,480
Other interest	4,118	3,255
Hire purchase interest	35,514	24,313
	<u>£41,899</u>	<u>£31,189</u>

TITHEGROVE LIMITED
NOTES TO THE FINANCIAL STATEMENTS

31 March 2002
(continued)

6 Taxation

	2002 £	2001 £
Corporation tax on profit on ordinary activities at 20% (2001 22.4%)	59,557	83,390
Deferred taxation	6,665	1,997
	<u>£66,222</u>	<u>£85,387</u>

7 Dividends

	2002 £	2001 £
Interim dividend on ordinary shares paid	<u>£104,000</u>	<u>£90,000</u>

8 Tangible fixed assets

	Motor Vehicles £	Plant and Machinery £	Fixtures and Fittings £	Land and Buildings £	Total £
Cost or valuation					
At 1 April 2001	325,508	490,624	1,345	94,811	912,288
Additions	331,102	92,999	-	2,406	426,507
Disposals	(211,080)	-	-	-	(211,080)
At 31 March 2002	<u>445,530</u>	<u>583,623</u>	<u>1,345</u>	<u>97,217</u>	<u>1,127,715</u>
Depreciation					
At 1 April 2001	172,828	162,043	42	-	334,913
Charge for the year	97,061	100,291	336	944	198,632
Released on disposal	(164,148)	-	-	-	(164,148)
At 31 March 2002	<u>105,741</u>	<u>262,334</u>	<u>378</u>	<u>944</u>	<u>369,397</u>
Net book value					
At 31 March 2002	<u>£339,789</u>	<u>£321,289</u>	<u>£967</u>	<u>£96,273</u>	<u>£758,318</u>
At 1 April 2001	<u>£152,680</u>	<u>£328,581</u>	<u>£1,303</u>	<u>£94,811</u>	<u>£577,375</u>

The net book value of fixed assets at 31 March 2002 includes £553,543 (2001 £387,498) in respect of assets leased under finance leases or under hire purchase contracts.

The depreciation charge for the year includes £120,038 (2001 £100,439) in respect of assets leased under finance leases or under hire purchase contracts.

Land and buildings

Freehold land and buildings are included at historical cost, and the directors are of the opinion that this represents market value.

TITHEGROVE LIMITED
NOTES TO THE FINANCIAL STATEMENTS

31 March 2002
(continued)

9 Stocks

	2002 £	2001 £
Work in progress	<u>£101,630</u>	<u>£409,341</u>

10 Debtors

	2002 £	2001 £
Trade debtors	1,814,687	1,571,834
Other debtors	139,176	96,341
Prepaid expenses and accrued income	22,608	18,396
	<u>£1,976,471</u>	<u>£1,686,571</u>

11 Creditors: amounts falling due within one year

	2002 £	2001 £
Bank loans and overdrafts	313,144	62,051
Trade creditors	1,737,524	1,663,126
Other creditors	125,913	144,405
Corporation tax	59,557	83,390
Other tax and social security	76,333	57,893
Obligations under finance leases and hire purchase contracts	203,647	145,020
Accruals and deferred income	674,231	451,122
	<u>£3,190,349</u>	<u>£2,607,007</u>

The obligations under finance leases and hire purchase contracts are secured by the individual assets under each agreement. The bank loan is secured on the property 18 Stafford Street, Swindon, Wiltshire.

TITHEGROVE LIMITED
NOTES TO THE FINANCIAL STATEMENTS

31 March 2002
(continued)

12 Creditors: amounts falling due after more than one year

	2002 £	2001 £
Bank loans	-	52,095
Net obligations under finance leases and hire purchase contracts	230,122	121,503
	<u>£230,122</u>	<u>£173,598</u>

13 Deferred taxation

The amount provided for deferred taxation and the movement during the year was as follows:

	2001 £	Movement £	2002 £
Accelerated capital allowances	<u>£18,290</u>	<u>£6,665</u>	<u>£24,955</u>

There was no accumulated deferred tax unprovided for at the date of these accounts (2001 £Nil).

14 Called up share capital

	2002 £	2001 £
Authorised		
Ordinary shares of £1 each	<u>£2,000</u>	<u>£2,000</u>
Allotted, called up and fully paid		
Ordinary shares of £1 each	<u>£1,000</u>	<u>£1,000</u>

15 Reconciliation of movements in shareholders' funds

	2002 £	2001 £
Profit for the year	231,792	273,043
Dividends	(104,000)	(90,000)
Retained profit for the year	127,792	183,043
Shareholders' funds at 1 April 2001	625,839	442,796
Shareholders' funds at 31 March 2002	<u>£753,631</u>	<u>£625,839</u>
Analysis of shareholders' funds		
Equity interests		
Ordinary shares of £1 each	1,000	1,000
Profit and loss account	752,631	624,839
	<u>£753,631</u>	<u>£625,839</u>

TITHEGROVE LIMITED
NOTES TO THE FINANCIAL STATEMENTS

31 March 2002
(continued)

16 Reconciliation of operating results to operating cash flows

	2002 £	2001 £
Operating profit	289,204	353,070
Depreciation charges	198,632	157,552
Loss on sale of fixed assets	15,766	9,070
	<u>503,602</u>	<u>519,692</u>
Decrease in stock	307,711	436,432
Increase in debtors	(289,900)	(693,923)
Increase in creditors	297,455	292,398
	<u>£818,868</u>	<u>£554,599</u>

17 Analysis of changes in net debt

	Brought forward £	Cash flows £	Other changes £	Carried forward £
Cash at bank and in hand	751,447	611,191	-	1,362,638
Overdrafts	(58,613)	(202,872)	-	(261,485)
	<u>692,834</u>	<u>408,319</u>	<u>-</u>	<u>1,101,153</u>
Debt due within one year	(148,458)	271,226	(378,074)	(255,306)
Debt due after more than one year	(173,598)	(56,524)	-	(230,122)
	<u>£370,778</u>	<u>£623,021</u>	<u>(£378,074)</u>	<u>£615,725</u>

18 Financial commitments

Operating leases

At 31 March 2002 the company had annual commitments under non cancellable operating leases as set out below:

	2002		2001	
	Land and buildings £	Other £	Land and buildings £	Other £
Operating leases which expire:				
Within one year	-	505	-	1,440
Within two to five years	12,500	6,156	12,500	13,386
	<u>£12,500</u>	<u>£6,661</u>	<u>£12,500</u>	<u>£14,826</u>

TITHEGROVE LIMITED
NOTES TO THE FINANCIAL STATEMENTS

31 March 2002
(continued)

19 Related parties

At the year end the company had an outstanding balance with the following related party.

Name of Related Party	Nature of Relationship	Transaction Details	(Creditor) £
Tithegrove Properties Ltd	Common Directors	Loan account	(73,356)