

REILLY CONSTRUCTION LIMITED
ABBREVIATED FINANCIAL STATEMENTS

31 JANUARY 1998

Registered number: 02176708

WEEKS GREEN
CHARTERED ACCOUNTANTS

Southampton



REILLY CONSTRUCTION LIMITED
ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31 January 1998

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REILLY CONSTRUCTION LIMITED**Auditors' report to
Reilly Construction Limited
under section 247B of the Companies Act 1985**

We have examined the abbreviated financial statements set out on pages 2 to 5, together with the financial statements of the company for the year ended 31 January 1998 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements 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 financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions 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 financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report does 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 financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 to 5 are properly prepared in accordance with those provisions.

Southampton
Date: 19 November 1998



Weeks Green
Registered Auditors
Chartered Accountants

REILLY CONSTRUCTION LIMITED

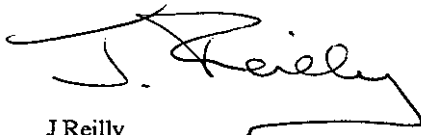
ABBREVIATED BALANCE SHEET

at 31 January 1998

	Note	1998 £	1997 £
Fixed assets			
Tangible assets	2	51,468	16,077
Current assets			
Stocks		271,728	38,079
Debtors		287,138	147,693
Cash at bank and in hand		140,994	202,505
		<u>699,860</u>	<u>388,277</u>
Creditors: amounts falling due within one year		<u>(610,477)</u>	<u>(357,881)</u>
Net current assets		89,383	30,396
Total assets less current liabilities		<u>140,851</u>	<u>46,473</u>
Creditors: amounts falling due after more than one year	3	<u>(12,769)</u>	<u>-</u>
		<u>128,082</u>	<u>46,473</u>
Capital and reserves			
Called up share capital	4	60	60
Profit and loss account		128,022	46,413
Total shareholders' funds		<u>128,082</u>	<u>46,473</u>

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated financial statements on pages 2 to 5 were approved by the board of directors on 18 November 1998 and signed on its behalf by;



J Reilly
Chairman

REILLY CONSTRUCTION LIMITED
NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31 January 1998

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Plant and machinery	15%-50% straight line balance
Motor vehicles	25% reducing balance
Fixtures and fittings	15%-25% straight line balance

Leases and hire purchase contracts

Tangible fixed assets acquired under finance leases and hire purchase contracts are capitalised at the estimated fair value at the date of inception of each lease or contract. The total finance charges are allocated over the period of the lease in such a way as to give a reasonably constant charge on the outstanding liability.

Rentals paid under operating leases are charged to income as incurred.

Stocks and work in progress

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Amounts recoverable on contracts are valued at anticipated net sales value of work done after provision for contingencies and anticipated future losses. Cash received on account is deducted from amounts receivable on contracts. Such amounts which have been received and exceed amounts recoverable are included in creditors.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

REILLY CONSTRUCTION LIMITED
NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31 January 1998

2 Fixed assets

Cost	Tangible fixed assets £
1 February 1997	21,079
Additions	47,760
Disposals	(6,768)
31 January 1998	<u>62,071</u>
Depreciation	
1 February 1997	5,002
Charge for year	7,152
Disposals	(1,551)
31 January 1998	<u>10,603</u>
Net book amount	
31 January 1998	<u>51,468</u>
1 February 1997	<u>16,077</u>

The depreciation rate for Plant & Equipment is set dependant on the useful life of the assets concerned. The range of rates has been increased to 15 - 50% Straight Line. This has no effect on assets which have previously been depreciated.

3 Creditors:

	1998 £	1997 £
Other creditors	<u>12,769</u>	<u>-</u>

Obligations under finance leases and hire purchase contracts are secured on the assets to which they relate.

REILLY CONSTRUCTION LIMITED
NOTES ON ABBREVIATED FINANCIAL STATEMENTS
31 January 1998

4 Called up share capital

	1998		1997	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>
Allotted called up and fully paid				
Ordinary shares of £1 each	<u>60</u>	<u>60</u>	<u>60</u>	<u>60</u>

5 Related party transactions

J Reilly, M Reilly and D P Reilly are all directors of John Reilly (Civil Engineering) Limited. During the year Reilly Construction Limited made sales to this company amounting to £134,241 and management charges of £30,000. The balance at the balance sheet date was £21,757 due to Reilly Construction Limited from John Reilly (Civil Engineering) Limited.

J Reilly, M Reilly and D P Reilly are each 25% shareholders in Garvey Plant Limited. During the year Reilly Construction Limited made purchases from that company amounting to £605. The balance at the balance sheet date was £370 due to Garvey Plant Limited from Reilly Construction Limited.

Also at the balance sheet date, an amount was due to the company of £1,146 from K Gearing's father. No transactions took place.