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Howard Eaton Lighting Limited

Report and Financial Statements

Year Ended

31 March 2002



Howard Eaton Lighting Limited

Annual report and financial statements for the year ended 31 March 2002

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Directors

H Eaton
S M Huffington
A M Jacobi

Secretary and registered office

L E Eaton, Northside House, 69 Tweedy Road, Bromley, Kent BR1 3WA

Company number

2278607

Auditors

BDO Stoy Hayward, Northside House, 69 Tweedy Road Bromley, Kent, BR1 3WA

Howard Eaton Lighting Limited

Report of the directors for the year ended 31 March 2002

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

Results

The profit and loss account is set out on page 6 and shows the profit for the year.

Principal activities

The principal activities of the company are the provision of theatrical lighting design and installation services.

Directors

The directors of the company during the year and their interests in the ordinary share capital of the company were:

	Ordinary shares of £1 each	
	31 March 2002	1 April 2001
H Eaton	99	99
S M Huffington	-	-
A M Jacobi	-	-

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 and of the profit or loss of the company for that year. 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; and
- 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.

Howard Eaton Lighting Limited

Report of the directors for the year ended 31 March 2002 (*Continued*)

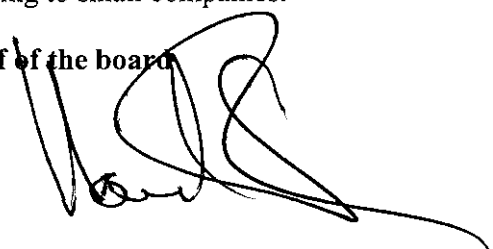
Auditors

BDO Stoy Hayward have expressed their willingness to continue in office and a resolution to re-appoint them will be proposed at the annual general meeting.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board

H Eaton

A large, stylized handwritten signature in black ink, likely belonging to H Eaton, written over the text 'On behalf of the board'.

Director

Date:

24/3/03

Howard Eaton Lighting Limited

Report of the independent auditors

To the shareholders of Howard Eaton Lighting Limited

We have audited the financial statements of Howard Eaton Lighting Limited for the year ended 31 March 2002 on pages 6 to 13 which have been prepared under the accounting policies set out on page 8 to 9.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Our report has been prepared pursuant to the requirements of the Companies Act 1985 and for no other purpose. No person is entitled to rely on this report unless such a person is a person entitled to rely upon this report by virtue of and for the purpose of the Companies Act 1985 or has been expressly authorised to do so by our prior written consent. Save as above, we do not accept responsibility for this report to any other person or for any other purpose and we hereby expressly disclaim any and all such liability.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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 financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, 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 financial statements 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 financial statements.

Howard Eaton Lighting Limited

Report of the independent auditors (*Continued*)

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 2002 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



BDO STOY HAYWARD

*Chartered Accountants
and Registered Auditors*
Bromley

Date: 28.3.2003

Howard Eaton Lighting Limited**Profit and loss account for the year ended 31 March 2002**

	Note	2002 £	2001 £
Turnover	2	1,249,922	1,122,142
Cost of sales		1,062,838	962,208
Gross profit		187,084	159,934
Distribution costs		16,281	12,756
Administrative expenses		126,627	133,098
Operating profit	3	44,176	14,080
Other interest receivable and similar income		-	5
Interest payable and similar charges	4	(5,495)	(5,101)
Profit on ordinary activities before taxation		38,681	8,984
Taxation on profit on ordinary activities	5	4,000	1,000
Profit on ordinary activities after taxation		34,681	7,984
Dividends	6	32,000	25,000
Retained profit/(accumulated loss)		2,681	(17,016)
Retained profit brought forward		189	17,205
Retained profit carried forward		2,870	189

All amounts relate to continuing activities.

All recognised gains and losses in the current and prior year are included in the profit and loss account.

There are no movements in shareholders' funds in the current and prior year apart from the profit for the year.

The notes on pages 8 to 13 form part of these financial statements.

Howard Eaton Lighting Limited**Balance sheet at 31 March 2002**

	Note	2002 £	2002 £	2001 £	2001 £
Fixed assets					
Tangible assets	7		21,096		14,777
Current assets					
Stocks		57,884		60,822	
Debtors	8	152,059		206,655	
Cash at bank and in hand		492		491	
		<u>210,435</u>		<u>267,968</u>	
Creditors: amounts falling due within one year	9	228,561		274,062	
Net current liabilities			<u>(18,126)</u>		<u>(6,094)</u>
Total assets less current liabilities			2,970		8,683
Creditors: amounts falling due after more than one year	10		-		8,394
			<u>2,970</u>		<u>289</u>
Capital and reserves					
Called up share capital	11		100		100
Profit and loss account			2,870		189
Equity shareholders' funds			<u>2,970</u>		<u>289</u>

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

The financial statements were approved by the Board on

25/3/03

H Eaton
Director



The notes on pages 8 to 13 form part of these financial statements.

1 Accounting policies

The financial statements have been prepared under the historical cost convention.

The following principal accounting policies have been applied:

Cash flow statement

The company has taken advantage of the exemption conferred by Financial Reporting Standard 1 'Cash Flow Statements (Revised 1996)' not to prepare a cash flow statement on the grounds that it is a 'small' company under the Companies Act 1985.

Turnover

Turnover represents sales to external customers at invoiced amounts less value added tax.

Depreciation

Depreciation is provided to write off the cost or valuation, less estimated residual values, of all tangible fixed assets, evenly over their expected useful lives. It is calculated at the following rates:

Plant & machinery	- 25% on cost
Motor vehicles	- 25% on cost
Office Equipment	- 25% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is based on the cost of purchase on a first in, first out basis. Net realisable value is based on estimated selling price less additional costs to completion and disposal.

Deferred taxation

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date, except that:

- deferred tax is not recognised on timing differences arising on revalued properties unless the company has entered into a binding sale agreement and is not proposing to take advantage of rollover relief; and
- the recognition of deferred tax assets is limited to the extent that the company anticipates making sufficient taxable profits in the future to absorb the reversal of the underlying timing differences.

Deferred tax balances arising from underlying timing differences in respect of tax allowances on industrial buildings are reversed if and when all conditions for retaining those allowances have been met.

Deferred tax balances are not discounted.

Howard Eaton Lighting Limited

Notes forming part of the financial statements for the year ended 31 March 2002 (*Continued*)

1 Accounting policies (*continued*)

Leased assets

Where assets are financed by leasing agreements that give rights approximating to ownership (finance leases), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the lease term. The corresponding leasing commitments are shown as amounts payable to the lessor. Depreciation on the relevant assets is charged to the profit and loss account.

Lease payments are analysed between capital and interest components. The interest element of the payment 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. The capital part reduces the amounts payable to the lessor.

All other leases are treated as operating leases. Their annual rentals are charged to the profit and loss account on a straight-line basis over the term of the lease.

Pension costs

Contributions to the company's defined contribution pension scheme are charged to the profit and loss account in the year in which they become payable.

Work in progress

Work in progress is valued at the lower of cost and net realisable value. It comprises of labour and other associated costs.

2 Turnover

None of the company's turnover in the current and prior years is attributable to markets outside the United Kingdom.

Howard Eaton Lighting Limited

Notes forming part of the financial statements for the year ended 31 March 2002 (*Continued*)

3 Operating profit

	2002 £	2001 £
This is arrived at after charging:		
Depreciation of tangible fixed assets	13,003	10,014
Directors' emoluments and pensions	54,769	43,642
Auditors' remuneration	7,250	6,950
Hire of equipment - operating leases	1,201	896
	<u> </u>	<u> </u>

There was 1 (2001 - 1) director in the company's defined contribution pension scheme during the year.

4 Interest payable and similar charges

	2002 £	2001 £
Bank loans and overdrafts	4,922	4,528
Finance leases and hire purchase contracts	573	573
	<u> </u>	<u> </u>
	5,495	5,101
	<u> </u>	<u> </u>

5 Taxation on profit on ordinary activities

	2002 £	2001 £
<i>UK Corporation tax</i>		
Current tax on profits of the year	4,000	1,000
	<u> </u>	<u> </u>

6 Dividends

	2002 £	2001 £
<i>Equity shares</i>		
Ordinary shares		
Interim paid of £320 (2001 - £250) per share	32,000	25,000
	<u> </u>	<u> </u>

Howard Eaton Lighting Limited

Notes forming part of the financial statements for the year ended 31 March 2002 (*Continued*)

7 Tangible fixed assets

	Plant and machinery £	Motor vehicles £	Office equipment £	Total £
<i>Cost</i>				
At 1 April 2001	61,685	39,149	47,645	148,479
Additions	10,089	-	9,233	19,322
At 31 March 2002	71,774	39,149	56,878	167,801
<i>Depreciation</i>				
At 1 April 2001	56,600	35,150	41,952	133,702
Provided for the year	5,333	1,999	5,671	13,003
At 31 March 2002	61,933	37,149	47,623	146,705
<i>Net book value</i>				
At 31 March 2002	9,841	2,000	9,255	21,096
At 31 March 2001	5,085	3,999	5,693	14,777

The net book value of tangible fixed assets includes an amount of £2,000 (2001 - £3,999) in respect of motor vehicles held under finance leases and hire purchase contracts. The related depreciation charge on these assets for the year was £1,999 (2001 - £1,999).

Howard Eaton Lighting Limited**Notes forming part of the financial statements for the year ended 31 March 2002 (Continued)****8 Debtors**

	2002 £	2001 £
Trade debtors	152,059	193,526
Other debtors	-	13,129
	<u>152,059</u>	<u>206,655</u>

All amounts shown under debtors fall due for payment within one year.

9 Creditors: amounts falling due within one year

	2002 £	2001 £
Bank loans and overdrafts (secured)	53,052	28,509
Trade creditors	97,473	169,566
Taxation and social security	28,180	32,196
Obligations under finance lease and hire purchase contracts	1,137	2,174
Other creditors	48,719	41,617
	<u>228,561</u>	<u>274,062</u>

10 Creditors: amounts falling due after more than one year

	2002 £	2001 £
Bank loans (secured)	-	7,258
Obligations under finance lease and hire purchase contracts	-	1,136
	<u>-</u>	<u>8,394</u>

Howard Eaton Lighting Limited

Notes forming part of the financial statements for the year ended 31 March 2002 (*Continued*)

10 Creditors: amounts falling due after more than one year (*Continued*)

Maturity of debt:

	Loans and overdrafts 2002 £	Loans and overdrafts 2001 £	Finance leases 2002 £	Finance leases 2001 £
In one year or less, or on demand	<u>53,052</u>	<u>28,509</u>	<u>1,137</u>	<u>2,174</u>
In more than one year but not more than two years	<u>-</u>	<u>7,258</u>	<u>-</u>	<u>1,136</u>

The bank loan and overdraft are secured by a fixed and floating charge over the assets of the company.

11 Share capital

	2002 £	Authorised 2001 £	Allotted, called up and fully paid 2002 £	2001 £
<i>Equity share capital</i>				
Ordinary shares shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>100</u>	<u>100</u>

12 Pensions

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension charge represents contributions payable by the company to the fund and amounted to £29,407 (2001 - £29,660). There were no outstanding or prepaid contributions at either the beginning or end of the financial year.