

Registered no. 2446292

FREEBOURNE LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 OCTOBER 1995

GARY SARGEANT & COMPANY
5 WHITE OAK SQUARE
LONDON ROAD
SWANLEY, KENT
BR8 7AG



FREEBOURNE LIMITED

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FREEBOURNE LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 OCTOBER 1995

Directors' Responsibilities

Company law requires us as 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 period. In preparing those financial statements, we 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 a going concern basis unless it is inappropriate to presume that the company will continue in business.

We are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable us to ensure that the financial statements comply with the Companies Act 1985. We 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.

Directors

A Pillow
R H Turner

Secretary

R H Turner

Registered Office

5 White oak square
London road
Swanley
Kent BR8 7AG

Principal Activities

The principal activity of the company throughout the year was that of property maintenance.

Directors

The present directors are as shown above.

FREEBOURNE LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 OCTOBER 1995 (CONT)

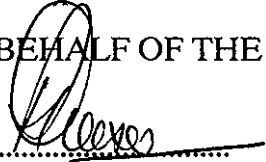
Directors' Interests

The interests of the directors in the shares of the company at the beginning and end of the year, were as follows:

	31 October 1995	1 November 1994
A Pillow Beneficial interests	1	1
R H Turner Beneficial interests	98	98

The directors have taken advantage, in the preparation of their report, of the special exemptions applicable to small companies.

ON BEHALF OF THE BOARD


.....
R H TURNER - SECRETARY

Date:20.8.96.....

FREEBOURNE LIMITED

ACCOUNTANTS' REPORT TO THE MEMBERS OF FREEBOURNE LIMITED

We report on the accounts for the year ended 31 October 1995 set out on pages 4 to 12.

Respective responsibilities of directors and reporting accountant

As described on page 6 the company's directors are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

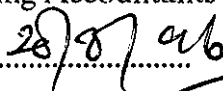
Opinion

In our opinion:

- a) the accounts are in agreement with the accounting records kept by the company under Section 221 of the Companies Act 1985;
- b) having regard only to, and on the basis of, the information contained in those accounting records:
 - i the accounts have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Act; and
 - ii the company satisfied the conditions for exemption from an audit of the accounts for the year specified in Section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in Section 249B(1).


GARY SARGEANT & COMPANY
Reporting Accountants

Date:



5 WHITE OAK SQUARE
LONDON ROAD
SWANLEY, KENT
BR8 7AG

FREEBOURNE LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 OCTOBER 1995

	Note	1995 £	1994 £
TURNOVER	2	114,579	113,692
Cost of sales		35,065	45,439
GROSS PROFIT		79,514	68,253
Net operating expenses	3	53,257	50,876
OPERATING PROFIT	4	26,257	17,377
Other interest receivable and similar income	5	3	2
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		26,260	17,379
Tax on profit on ordinary activities	6	7,079	4,756
PROFIT FOR THE FINANCIAL YEAR		19,181	12,623
Dividends	7	12,000	4,000
RETAINED PROFIT FOR THE YEAR		7,181	8,623
Retained profits/(losses) brought forward		12,994	4,370
RETAINED PROFIT CARRIED FORWARD		20,175	12,993

The company's turnover and expenses all relate to continuing operations.

The annexed notes form part of these financial statements.

FREEBOURNE LIMITED

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES FOR THE YEAR ENDED 31 OCTOBER 1995

	1995 £	1994 £
Profit for the financial year	19,181	12,623
Total recognised gains and losses relating to the year	<u>19,181</u>	<u>12,623</u>

FREEBOURNE LIMITED

BALANCE SHEET AT 31 OCTOBER 1995

	Note		1995 £	1994 £
FIXED ASSETS				
Tangible assets	8		11,004	12,984
CURRENT ASSETS				
Stocks	9	1,200	1,100	
Debtors	10	29,098	23,470	
Cash at bank and in hand		224	367	
		<u>30,522</u>	<u>24,937</u>	
CREDITORS				
Amounts falling due within one year	11	<u>21,251</u>	<u>19,916</u>	
NET CURRENT ASSETS			9,271	5,021
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>20,275</u>	<u>18,005</u>
CREDITORS				
Amounts falling due after more than one year	12		-	4,912
NET ASSETS			<u>20,275</u>	<u>13,093</u>
CAPITAL AND RESERVES				
Called up share capital	13		100	100
Profit and loss account			<u>20,175</u>	<u>12,993</u>
SHAREHOLDERS' FUNDS	14		<u>20,275</u>	<u>13,093</u>

The annexed notes form part of these financial statements.

FREEBOURNE LIMITED

BALANCE SHEET AT 31 OCTOBER 1995 (CONT)

The directors are satisfied that the company was entitled to exemption under subsection (2) of section 249A of the Companies Act 1985 and that no member or members have requested an audit pursuant to subsection (2) of section 249B in relation to the accounts for the financial year.

The directors acknowledge their responsibilities for:

- i ensuring that the company keeps accounting records which comply with section 221; and
- ii preparing accounts 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 its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The directors have taken advantage in the preparation of these accounts, of special exemptions applicable to small companies under schedule 8 part 1 of the Companies Act 1985 on the grounds that, in the opinion of the directors, the company qualifies as a small company and is entitled to make use of the exemptions.

The accounts were approved by the board and signed on its behalf.

ON BEHALF OF THE BOARD

.....
A PILLOW DIRECTOR

Date: 20.8.96

The annexed notes form part of these financial statements.

FREEBOURNE LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 1995

1. ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same accounts.

Basis of Preparation of Financial Statements

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

The effect of events in relation to the year ended 31 October 1995 which occurred before the date of approval of the financial statements by the Board of Directors, have been included in the statements to the extent required to show a true and fair view of the state of affairs at 31 October 1995 and of the results for the year ended on that date.

Depreciation

Depreciation has been computed to write off the cost of tangible fixed assets over their expected useful lives using the following rates:

Plant and machinery	- 15% per annum of cost
Fixtures and fittings	- 15% per annum of cost
Motor vehicles	- 25% per annum of cost

Stocks

Stocks have been valued at the lower of cost and net realisable value.

Deferred Taxation

Deferred taxation is provided on the liability method to take account of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may crystallise.

Leasing

Rentals payable under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

2. TURNOVER

The company's turnover represents the value of goods and services supplied to customers during the year.

FREEBOURNE LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 1995 (CONT)

3. NET OPERATING EXPENSES

	1995 £	1994 £
Distribution costs	1,503	511
Administrative expenses	51,754	50,365
	<u>53,257</u>	<u>50,876</u>

4. OPERATING PROFIT

Operating profit is stated after charging/(crediting):

	1995 £	1994 £
Directors' emoluments	20,349	15,855
Directors' pension contributions	6,200	6,400
	<u>26,549</u>	<u>22,255</u>
 Total directors' emoluments	 <u>26,549</u>	 <u>22,255</u>
 Hire of plant and machinery - operating leases	 676	 1,817
Profit on sale of fixed assets	699	-
Depreciation and amortisation of owned assets	3,102	3,989
	<u>3,801</u>	<u>5,806</u>

5. OTHER INTEREST RECEIVABLE AND SIMILAR INCOME

	1995 £	1994 £
Other interest and similar income	3	2
	<u>3</u>	<u>2</u>

6. TAXATION ON ORDINARY ACTIVITIES

	1995 £	1994 £
Current year		
Corporation tax at 25%	7,079	4,756
	<u>7,079</u>	<u>4,756</u>

FREEBOURNE LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 1995 (CONT)

7. DIVIDENDS

	1995 £	1994 £
On ordinary shares		
Final dividend paid at 12,000 pence per share	12,000	4,000

8. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and equipment £	Motor vehicles £	Total £
Cost				
At 1 November 1994	378	2,170	21,766	24,314
Additions	307	1,763	-	2,070
Revaluations	-	-	-	-
Intra-group transfers	-	-	-	-
Disposals	-	-	(3,000)	(3,000)
At 31 October 1995	685	3,933	18,766	23,384
Depreciation				
At 1 November 1994	57	325	10,947	11,329
Charge for the year	94	541	2,467	3,102
Revaluations	-	-	-	-
Intra-group transfers	-	-	-	-
Elimination on disposals	-	-	(2,051)	(2,051)
At 31 October 1995	151	866	11,363	12,380
Net book value				
At 31 October 1995	534	3,067	7,403	11,004
At 31 October 1994	321	1,844	10,819	12,984

9. STOCKS

	1995 £	1994 £
Stock sub-total	1,200	1,100

FREEBOURNE LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 1995 (CONT)

10. DEBTORS

Receivable within one year:

	1995 £	1994 £
Trade debtors	28,056	23,007
Other debtors	1,042	397
	<u>29,098</u>	<u>23,404</u>

11. CREDITORS - AMOUNTS DUE WITHIN ONE YEAR

	1995 £	1994 £
Bank loans and overdrafts	8,745	7,798
Trade creditors	2,113	1,915
Other taxes and social security	9,143	8,903
Accruals	1,250	1,300
	<u>21,251</u>	<u>19,916</u>

12. CREDITORS - AMOUNTS DUE AFTER ONE YEAR

	1995 £	1994 £
Bank loans	-	4,912
	<u>-</u>	<u>4,912</u>
Analysis of debt maturity		
	1995 £	1994 £
Amounts payable:		
Within one year or on demand	8,745	7,798
Between one and two years	-	4,912
Between two and five years	-	-
In five years or more	-	-
	<u>8,745</u>	<u>12,710</u>

FREEBOURNE LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 1995 (CONT)

13. SHARE CAPITAL

	1995 £	1994 £
Authorised 1,000 ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid 100 ordinary shares of £1 each	<u>100</u>	<u>100</u>

14. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	1995 £	1994 £
Profit for the financial year	19,181	12,623
Dividends	<u>12,000</u>	<u>4,000</u>
	7,181	8,623
Net addition to shareholders' funds	<u>7,182</u>	<u>8,623</u>
Opening shareholders' funds	<u>13,093</u>	<u>4,470</u>
Closing shareholders' funds	<u>20,275</u>	<u>13,093</u>

**THE FOLLOWING PAGES ARE FOR THE INFORMATION
OF THE DIRECTORS ONLY.**

THEY DO NOT FORM PART OF THE STATUTORY ACCOUNTS.

FREEBOURNE LIMITED

TRADING & PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31 OCTOBER 1995

	1995 £	1994 £
TURNOVER	114,579	113,692
COST OF SALES		
Opening stock	1,100	4,200
Purchases	13,709	19,511
Subcontractors	21,456	22,828
	<u>36,265</u>	<u>46,539</u>
Closing stock	<u>(1,200)</u>	<u>(1,100)</u>
	35,065	45,439
GROSS PROFIT	<u>79,514</u>	<u>68,253</u>
Overhead expenses	<u>53,257</u>	<u>50,876</u>
OPERATING PROFIT	<u>26,257</u>	<u>17,377</u>
Other interest receivable and similar income	<u>3</u>	<u>2</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	<u><u>26,260</u></u>	<u><u>17,379</u></u>

FREEBOURNE LIMITED

SCHEDULE TO THE TRADING AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 OCTOBER 1995

	1995	1994
	£	£
OTHER INTEREST RECEIVABLE AND SIMILAR INCOME		
Bank interest	3	2
	<u> </u>	<u> </u>

FREEBOURNE LIMITED

SCHEDULE OF OVERHEAD EXPENSES FOR THE YEAR ENDED 31 OCTOBER 1995

	1995 £	1994 £
DISTRIBUTION COSTS		
Entertaining	1,503	511
	<u>1,503</u>	<u>511</u>
ADMINISTRATIVE EXPENSES		
Rent and rates	-	857
Insurances	1,309	1,087
Directors' salaries	20,349	15,855
Pension contributions	6,200	6,400
Directors' NIC	2,077	-
Wages and salaries	3,714	3,131
Employer's NIC	119	-
Telephone	801	855
Postage and stationery	440	608
Repairs and renewals	467	685
Hire of equipment	676	1,817
Motor expenses	7,460	6,997
Accountancy	2,233	2,585
Legal and professional	18	502
Training costs	-	140
Use of home as office	409	370
Sundry expenses	355	1,577
Bad debts	12	377
Depreciation charges	3,102	3,989
Loss on sale of fixed assets	699	-
	<u>50,440</u>	<u>47,832</u>
FINANCIAL EXPENSES		
Loan interest	904	811
HP interest	-	57
ACT interest	72	339
VAT surcharges	-	531
Bank charges	338	795
	<u>1,314</u>	<u>2,533</u>
OVERHEAD EXPENSES	<u>53,257</u>	<u>50,876</u>