

Registered no. 2446292

FREEBOURNE LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 OCTOBER 1996

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 1996

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. All served on the board throughout the year.

FREEBOURNE LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 OCTOBER 1996 (CONT)

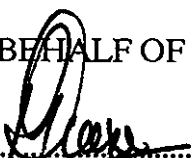
Directors' Interests

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

	31 October 1996	1 November 1995
A Pillow Beneficial interests	1	1
R H Turner Beneficial interests	98	98

The directors' 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


.....
R H TURNER - SECRETARY

Date: 26/8/97

FREEBOURNE LIMITED

ACCOUNTANTS' REPORT TO THE SHAREHOLDERS ON THE UNAUDITED ACCOUNTS OF FREEBOURNE LIMITED

We report on the accounts for the year ended 31 October 1996 set out on pages 4 to 11.

Respective responsibilities of directors and reporting accountants

As described on the balance sheet 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 ab.

GARY SARGEANT & COMPANY
Reporting Accountants

Date: 29/8/97

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

FREEBOURNE LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 OCTOBER 1996

	Note	1996 £	1995 £
TURNOVER	2	114,650	114,579
Cost of sales		47,348	35,065
GROSS PROFIT		67,302	79,514
Net operating expenses	3	59,732	53,257
OPERATING PROFIT	4	7,570	26,257
Other interest receivable and similar income		62	3
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		7,632	26,260
Tax on profit on ordinary activities	5	2,438	7,079
PROFIT FOR THE FINANCIAL YEAR		5,194	19,181
Dividends	6	9,000	12,000
RETAINED (LOSS)/PROFIT FOR THE FINANCIAL YEAR		(3,806)	7,181
Retained profits/(losses) brought forward		20,175	12,994
RETAINED PROFIT CARRIED FORWARD		16,369	20,175

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 1996

	1996 £	1995 £
Profit for the financial year	5,194	19,181
Total recognised gains and losses relating to the year	<u>5,194</u>	<u>19,181</u>

FREEBOURNE LIMITED

BALANCE SHEET AT 31 OCTOBER 1996

	Note	1996 £	1995 £
FIXED ASSETS			
Tangible assets	7	9,301	11,004
CURRENT ASSETS			
Stocks	8	1,300	1,200
Debtors	9	35,078	29,098
Cash at bank and in hand		386	224
		<u>36,764</u>	<u>30,522</u>
CREDITORS			
Amounts falling due within one year	10	<u>29,596</u>	<u>21,251</u>
NET CURRENT ASSETS		7,168	9,271
NET ASSETS		<u>16,469</u>	<u>20,275</u>
CAPITAL AND RESERVES			
Called up share capital	11	100	100
Profit and loss account		<u>16,369</u>	<u>20,175</u>
SHAREHOLDERS' FUNDS	12	<u>16,469</u>	<u>20,275</u>

The annexed notes form part of these financial statements.

FREEBOURNE LIMITED

BALANCE SHEET AT 31 OCTOBER 1996 (CONT)

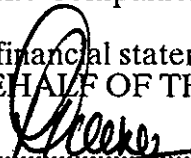
The directors are satisfied that the company was entitled to exemption under subsection (2) of section 249A of the Companies Act 1985 and that no member or members have requested an audit pursuant to subsection (2) of section 249B in relation to the accounts for the financial year.

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

These financial statements were approved by the board on 26/8/97
ON BEHALF OF THE BOARD


.....
R H TURNER - DIRECTOR

Date: 26/8/97

The annexed notes form part of these financial statements.

FREEBOURNE LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 1996

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.

Cash Flow Statement

The company qualifies as a small company and advantage has therefore been taken of the exemption provided by the Financial Reporting Standard No 1 not to prepare a cash flow statement.

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 1996 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 1996 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 timing differences between the treatment 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 1996 (CONT)

3. NET OPERATING EXPENSES

	1996 £	1995 £
Distribution costs	2,380	1,503
Administrative expenses	57,352	51,754
	<u>59,732</u>	<u>53,257</u>

4. OPERATING PROFIT

Operating profit is stated after charging/(crediting):

	1996 £	1995 £
Directors' emoluments	23,246	20,349
Directors' pension contributions	5,000	6,200
	<u>28,246</u>	<u>26,549</u>
Hire of plant and machinery - operating leases	2,339	676
Loss on sale of fixed assets	-	699
Depreciation and amortisation of owned assets	2,512	3,102
	<u></u>	<u></u>

5. TAXATION ON ORDINARY ACTIVITIES

	1996 £	1995 £
Current year		
Corporation tax at 25%	2,438	7,079
	<u></u>	<u></u>

6. DIVIDENDS

	1996 £	1995 £
On ordinary shares		
Final dividend paid at 9,000 pence per share	9,000	12,000
	<u></u>	<u></u>

FREEBOURNE LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 1996 (CONT)

7. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and equipment £	Motor vehicles £	Total £
Cost				
At 1 November 1995	685	3,934	18,766	23,385
Additions	766	43	-	809
Revaluations	-	-	-	-
Intra-group transfers	-	-	-	-
Disposals	-	-	-	-
At 31 October 1996	<u>1,451</u>	<u>3,977</u>	<u>18,766</u>	<u>24,194</u>
Depreciation				
At 1 November 1995	151	867	11,363	12,381
Charge for the year	195	467	1,850	2,512
Revaluations	-	-	-	-
Intra-group transfers	-	-	-	-
Elimination on disposals	-	-	-	-
At 31 October 1996	<u>346</u>	<u>1,334</u>	<u>13,213</u>	<u>14,893</u>
Net book value				
At 31 October 1996	<u>1,105</u>	<u>2,643</u>	<u>5,553</u>	<u>9,301</u>
At 31 October 1995	<u>534</u>	<u>3,067</u>	<u>7,403</u>	<u>11,004</u>

8. STOCKS

	1996 £	1995 £
Stock sub-total	<u>1,300</u>	<u>1,200</u>

FREEBOURNE LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 1996 (CONT)

9. DEBTORS

	1996 £	1995 £
Trade debtors	33,856	28,056
Other debtors	1,222	1,042
	<u>35,078</u>	<u>29,098</u>

10. CREDITORS - AMOUNTS DUE WITHIN ONE YEAR

	1996 £	1995 £
Bank loans and overdrafts	6,150	8,745
Trade creditors	11,380	2,113
Corporation tax payable	2,438	6,329
Other taxes and social security	7,243	2,814
Other creditors	2,385	1,250
	<u>29,596</u>	<u>21,251</u>

11. SHARE CAPITAL

	1996 £	1995 £
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>

12. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	1996 £	1995 £
Profit for the financial year	5,194	19,181
Dividends	(9,000)	(12,000)
	<u>(3,806)</u>	<u>7,181</u>
Opening shareholders' funds	20,275	13,094
Closing shareholders' funds	<u>16,469</u>	<u>20,275</u>