

**REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5TH APRIL 1998
FOR
PROVAL SERVICES LIMITED**



PROVAL SERVICES LIMITED

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FOR THE YEAR ENDED 5TH APRIL 1998**

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PROVAL SERVICES LIMITED

COMPANY INFORMATION

FOR THE YEAR ENDED 5TH APRIL 1998

DIRECTORS:

Mrs C A Dyett
C H Jeffrey
Mrs P A E Jeffrey

SECRETARY:

Mrs C.A. Dyett

REGISTERED OFFICE:

Baystrait House
Station Road
Biggleswade
Bedfordshire
SG18 8AL

REGISTERED NUMBER: 2704607

ACCOUNTANTS:

Wickham Hunt & Co
Chartered Accountants
Gregans House
34 Bedford Road
Hitchin
Herts. SG5 1HF

PROVAL SERVICES LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 5TH APRIL 1998

The directors present their report with the financial statements of the company for the year ended 5th April 1998.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of offering share and probate valuations and services to the financial community.

DIRECTORS

The directors during the year under review were:

A J Jeffrey	- deceased 27.10.1997
Mrs C A Dyett	- appointed 12.11.1997
C H Jeffrey	- appointed 12.11.1997
Mrs P A E Jeffrey	- appointed 12.11.1997

The beneficial interests of the directors holding office on 5th April 1998 in the issued share capital of the company were as follows:

	5.4.98	6.4.97 or date of appointment if later
Ordinary shares £1 shares		
Mrs C A Dyett	1	1
C H Jeffrey	-	-
Mrs P A E Jeffrey	-	-

On the death of Mr A.J. Jeffrey his interest in the company of 99 ordinary £1 shares passed to his Estate. Mr C.H. Jeffrey & Mrs P.A.E. Jeffrey are executors of the estate.

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:

C.A. Dyett

Mrs C.A. Dyett - SECRETARY

Dated: 22nd September 1998

PROVAL SERVICES LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 5TH APRIL 1998**

		1998	1997
	Notes	£	£
TURNOVER	2	135,825	77,245
GROSS PROFIT		135,825	77,245
Administrative expenses		81,666	47,868
OPERATING PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	54,159	29,377
Tax on profit on ordinary activities	4	11,374	7,045
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		42,785	22,332
Retained profit/(deficit) brought forward		20,587	(1,745)
RETAINED PROFIT CARRIED FORWARD		£63,372	£20,587

The notes form part of these financial statements

PROVAL SERVICES LIMITED

**BALANCE SHEET
5TH APRIL 1998**

		1998		1997	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	5		3,095		999
CURRENT ASSETS:					
Debtors	6	64,347		26,825	
Cash at bank and in hand		25,611		19,035	
		89,958		45,860	
CREDITORS: Amounts falling due within one year	7	29,581		26,172	
NET CURRENT ASSETS:			60,377		19,688
TOTAL ASSETS LESS CURRENT LIABILITIES:			£63,472		£20,687
CAPITAL AND RESERVES:					
Called up share capital	8		100		100
Profit and loss account			63,372		20,587
Shareholders' funds			£63,472		£20,687

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ending 5th April 1998.

No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial year.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

PROVAL SERVICES LIMITED

BALANCE SHEET

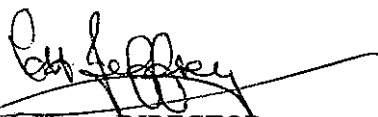
5TH APRIL 1998

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities.

ON BEHALF OF THE BOARD:



Mrs C A Dyett - DIRECTOR



C H Jeffrey - DIRECTOR

Approved by the Board on 22nd September 1998

PROVAL SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5TH APRIL 1998

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities.

Turnover

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

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Office furniture & equipment - 25% on reducing balance

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

2. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

3. OPERATING PROFIT

The operating profit is stated after charging:

	1998	1997
	£	£
Depreciation - owned assets	<u>1,032</u>	<u>333</u>
Directors' emoluments and other benefits etc	<u>22,468</u>	<u>-</u>

4. TAXATION

The tax charge on the profit on ordinary activities for the year was as follows:

	1998	1997
	£	£
UK Corporation Tax	<u>11,374</u>	<u>7,045</u>

UK Corporation Tax has been charged at 21% (1997 - 21%).

PROVAL SERVICES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5TH APRIL 1998**

5. TANGIBLE FIXED ASSETS

	Office furniture & equipm- ent
	£
COST:	
At 6th April 1997	1,641
Additions	3,128
At 5th April 1998	4,769
DEPRECIATION:	
At 6th April 1997	642
Charge for year	1,032
At 5th April 1998	1,674
NET BOOK VALUE:	
At 5th April 1998	3,095
At 5th April 1997	999

**6. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	1998 £	1997 £
Trade debtors	24,823	25,850
Prepayments	1,478	975
Estate of A.J Jeffrey deceased		
-Trade debtors	35,250	-
Estate of A.J Jeffrey deceased		
-Loan account	2,796	-
	64,347	26,825

**7. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	1998 £	1997 £
Trade creditors	997	14,267
V.A.T.	10,102	4,066
Social security & other taxes	5,153	-
Taxation	11,382	7,047
Accrued expenses	1,947	792
	29,581	26,172

PROVAL SERVICES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5TH APRIL 1998**

8. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	1998 £	1997 £
100	Ordinary shares	£1	<u>100</u>	<u>100</u>

9. RELATED PARTY DISCLOSURES

Mr A.J. Jeffrey, the sole director of and majority shareholder in the company, died on 27 October 1997. During the period from 6 April to 27 October the company provided management services for Mr A.J. Jeffrey deceased's sole trader business and these amounted to £15,000. The management services were in respect of serviced office accommodation and staff costs and were calculated on a purely commercial basis. As at the balance sheet date the amount due to the company from the estate of A.J. Jeffrey deceased in respect of trade debts amounted to £32,250. Additionally the company made a loan to the estate of A.J. Jeffrey deceased in the sum of £2796. Both these amounts are shown separately in note 6 to the accounts.