

24 2004

PAWLE & CO. LIMITED

**DIRECTORS REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st. MARCH 2004**

Company No. 2740708 [England & Wales]

Ian J. Gillespie
Ridgeway
7 Dene Close
Rayleigh
Essex
SS6 9LQ



PAWLE & CO. LIMITED

COMPANY INFORMATION

DIRECTORS	G. J. Arnold C. P. Ashby R. J. Ashby
SECRETARY	C. P. Ashby
REGISTERED NUMBER	2740708
REGISTERED OFFICE	Unit 4A Horndon Industrial Park West Horndon Essex. CM13 3XL

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The following pages do not form part of the Statutory Accounts:-

Trading and Profit and Loss Account and Summaries Pages 9 & 10

PAWLE & CO LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31st. MARCH 2004

The directors present their Report and Financial Statements for the year ended 31st. March 2004.

Statement of Directors' Responsibilities

Company law requires the directors to prepare financial accounts for each 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, the directors 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 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 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.

Principal Activity

The company's principal activity continues to be that of steel fabrication work.

Directors

The directors who served during the year and their beneficial interests in the company's issued share capital were as follows:-

	<u>Ordinary Shares</u>	
	2004	2003
G. J. Arnold	45	45
C. P. Ashby	45	45
R. J. Ashby	10	10

Auditors

In the directors' opinion, the company was entitled, under Section 249[A1] of the Companies Act 1985, to total exemption of the audit of its accounts for the year ended 31st. March 2004. No member of the company has requested an audit.

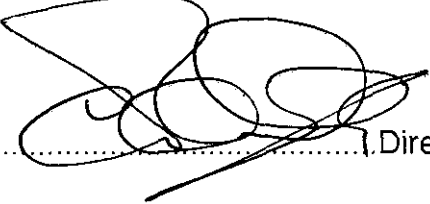
PAWLE & CO. LIMITED

REPORT OF THE DIRECTORS

(CONTINUATION)

In the preparation of the directors' report, advantage has been taken of the special exemptions applicable to small companies conferred by Part 1 of Schedule 8 to the Companies Act 1985.

This report was approved by the Board on 24th. September 2004


.....Director

PAWLE & CO. LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st. MARCH 2004

		2004			[2003]	
	[NOTE]	£	£	£	£	£
Turnover	[2]		398,611		325,112	
Cost of Sales			<u>157,902</u>		<u>104,959</u>	
Gross Profit			240,709		220,153	
Production & Establishment Costs		157,025		129,802		
Administration Costs		<u>92,383</u>		<u>75,965</u>		
			<u>249,408</u>		<u>205,767</u>	
Operating Profit	[3]		[8,699]		14,386	
Interest Payable		2,044		1,203		
Interest Receivable		<u>[123]</u>		<u>0</u>		
			<u>1,921</u>		<u>1,203</u>	
Profit/[Loss] on ordinary activities before taxation			[10,620]		13,183	
Taxation on Profit on ordinary activities	[4]		<u>0</u>		<u>0</u>	
Profit/[Loss] on ordinary activities after taxation			[10,620]		13,183	
Dividend	[5]		<u>0</u>		<u>12,000</u>	
Retained Profit/[Loss] for the year			[10,620]		1,183	
Retained Profit brought forward			<u>44,482</u>		<u>43,299</u>	
Retained Profit carried forward			<u>33,862</u>		<u>44,482</u>	

The notes on pages 6 to 8 form part of these financial statements.

PAWLE & CO. LIMITED

BALANCE SHEET AS AT 31st. MARCH 2004

		2004		[2003]	
	[NOTE]	£	£	£	£
Fixed Assets					
Tangible Assets	[6]		115,931		56,511
Current Assets					
Stock	[1]	2,241		2,075	
Debtors	[7]	70,938		67,951	
Cash in Hand and at Bank		1,354		6,207	
		<u>74,533</u>		<u>76,233</u>	
Creditors					
Amounts falling due within one year	[8]	<u>90,091</u>		<u>70,562</u>	
Net Current Assets/[Liabilities]			<u>[15,558]</u>		<u>5,671</u>
Total Assets less Current Liabilities			100,373		62,182
Creditors					
Due after more than one year	[9]		<u>66,411</u>		<u>17,600</u>
Net Assets			<u>33,962</u>		<u>44,582</u>
Capital and Reserves					
Called Up Share Capital	[10]		100		100
Profit and Loss Account			<u>33,862</u>		<u>44,482</u>
Shareholders' Funds			<u>33,962</u>		<u>44,582</u>

The notes on pages 6 to 8 form part of these financial statements

PAWLE & CO. LIMITED

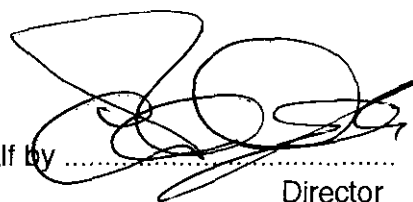
BALANCE SHEET AS AT 31st. MARCH 2004
[CONTINUATION]

The directors consider that the company is entitled to total exemption from the requirement to have an audit under the provisions of section 249[A1] of the Companies Act 1985. Shareholders holding 10% or more of the nominal value of the company's issued share capital have not issued a notice requiring an audit. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company as at 31st. March 2004 and of its profit for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

In the preparation of the company's annual financial statements, the directors have taken advantage of special exemptions applicable to small companies conferred by Part 1 of Schedule 8 to the Companies Act 1985, and have done so on the grounds that, in their opinion, the company is entitled to the exemptions as a small company.

Approved by the Board on 24th. September 2004

and signed on their behalf by



Director

PAWLE & CO. LIMITED**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st. MARCH 2004****[1] ACCOUNTING POLICIES****1.1 Accounting Conventions**

The accounts have been prepared under the historical cost convention.

1.2 Tangible Fixed Assets and Depreciation

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

Plant & Machinery	20% straight line basis
Fixtures, Fittings & Equipment	20% straight line basis
Motor Vehicles	20% straight line basis

1.3 Stock

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

[2] TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company - all of which arises in the United Kingdom.

[3] OPERATING PROFIT

The operating profit is stated after charging:-

	2004	[2003]
	£	£
Depreciation of tangible assets:-		
owned by the company	23,247	13,886
Accountants remuneration	1,400	1,480
Directors' emoluments	52,500	49,750

PAWLE & CO. LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st. MARCH 2004
[CONTINUATION]

	2004	[2003]		
	£	£		
[4] TAXATION				
U. K. Current Year Taxation				
U. K. Corporation Tax at 0%/10%	0	0		
[5] DIVIDENDS				
A dividend of £0.00 per ordinary share	0	12,000		
[2003 - £120.00 per share]				
[6] TANGIBLE FIXED ASSETS				
	Motor Vehicles	Plant & Machinery	Fixtures Fittings & Equipment	Total
Cost				
As at 31st. March 2003	7,495	94,180	17,157	118,832
Additions	0	79,690	2,977	82,667
As at 31st. March 2004	7,495	173,870	20,134	201,499
Depreciation				
As at 31st. March 2003	2,498	47,095	12,728	62,321
Charge for period	1,499	18,616	3,132	23,247
As at 31st. March 2004	3,997	65,711	15,860	85,568
Net Book Values				
As at 31st. March 2003	4,997	47,085	4,429	56,511
As at 31st. March 2004	3,498	108,159	4,274	115,931

Included above are plant and machinery held under lease purchase contracts amounting to £88,167 [2003 - £28,886].

PAWLE & CO. LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st. MARCH 2004
[CONTINUATION]

	2004	[2003]
	£	£
[7] DEBTORS		
Due within one year		
Trade debtors	65,938	53,518
Prepayments	5,000	14,433
	<u>70,938</u>	<u>67,951</u>

[8] CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Hire Purchase & Bank Loan	25,533	11,286
Trade Creditors	29,834	14,544
Other Creditors	30,732	37,761
Taxation and Social Security	3,992	6,971
	<u>90,091</u>	<u>70,562</u>

[9] CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

Hire Purchase & Bank Loan	66,411	17,600
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[10] CALLED UP SHARE CAPITAL

Authorised

Ordinary Shares of £1 each	<u>100</u>	<u>100</u>
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Issued

Fully Paid Ordinary Shares of £1 each	<u>100</u>	<u>100</u>
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[11] TRANSACTIONS WITH DIRECTORS

Mr. G. J. Arnold is also a director of Mulhouse Ltd. from whom sales of £8,108 were obtained, on normal terms.