

**Report of the Directors and
Financial Statements
for the Year Ended 30 June 2003
for
Maximum Air Conditioning Ltd**



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for the Year Ended 30 June 2003**

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Maximum Air Conditioning Ltd

**Company Information
for the Year Ended 30 June 2003**

DIRECTORS:

Mr D J Tilbury
Mrs E L Tilbury

SECRETARY:

Mrs E L Tilbury

REGISTERED OFFICE:

10 Landport Terrace
Portsmouth
Hampshire
PO1 2RG

REGISTERED NUMBER:

3061621

ACCOUNTANTS:

Rothman Pantall & Co
10 Landport Terrace
Portsmouth
Hampshire
PO1 2RG

Maximum Air Conditioning Ltd

**Report of the Directors
for the Year Ended 30 June 2003**

The directors present their report with the financial statements of the company for the year ended 30 June 2003.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the installation of air conditioning equipment.

DIRECTORS

The directors during the year under review were:

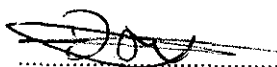
Mr D J Tilbury
Mrs E L Tilbury

The beneficial interests of the directors holding office on 30 June 2003 in the issued share capital of the company were as follows:

	30.6.03	1.7.02
Ordinary £1 shares		
Mr D J Tilbury	1	1
Mrs E L Tilbury	1	1

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:


.....
Mr D J Tilbury - Director

Date: 27-11-03.....

Maximum Air Conditioning Ltd

**Profit and Loss Account
for the Year Ended 30 June 2003**

	Notes	2003		2002	
		£	£	£	£
TURNOVER			311,022		258,897
Cost of sales			171,306		132,667
GROSS PROFIT			139,716		126,230
Administrative expenses			71,795		151,814
OPERATING PROFIT/(LOSS)	2		67,921		(25,584)
Income from investments	3	21		30	
Interest receivable and similar income		367		218	
			388		248
			68,309		(25,336)
Interest payable and similar charges			1,293		3,580
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION			67,016		(28,916)
Tax on profit/(loss) on ordinary activities	4		12,434		(2,804)
PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION			54,582		(26,112)
Dividends	5		64,321		3,800
			(9,739)		(29,912)
Retained profit brought forward			25,875		55,787
RETAINED PROFIT CARRIED FORWARD			£16,136		£25,875

The notes form part of these financial statements

Maximum Air Conditioning Ltd

Balance Sheet
30 June 2003

		2003		2002	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	6		21,337		28,668
CURRENT ASSETS:					
Stocks		5,650		5,000	
Debtors	7	54,138		59,202	
Investments	8	1,548		1,548	
Cash at bank		25,142		24,510	
		<u>86,478</u>		<u>90,260</u>	
CREDITORS: Amounts falling due within one year	9	<u>63,923</u>		<u>55,738</u>	
NET CURRENT ASSETS:			<u>22,555</u>		<u>34,522</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			43,892		63,190
CREDITORS: Amounts falling due after more than one year	10		(2,754)		(12,313)
PROVISIONS FOR LIABILITIES AND CHARGES:	11		<u>(25,000)</u>		<u>(25,000)</u>
			<u>£16,138</u>		<u>£25,877</u>
CAPITAL AND RESERVES:					
Called up share capital	12		2		2
Profit and loss account			<u>16,136</u>		<u>25,875</u>
SHAREHOLDERS' FUNDS:			<u>£16,138</u>		<u>£25,877</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 30 June 2003.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2003 in accordance with Section 249B(2) of the Companies Act 1985.

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.

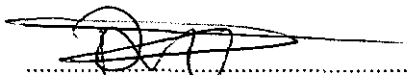
The notes form part of these financial statements

Maximum Air Conditioning Ltd

Balance Sheet
30 June 2003

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 (effective June 2002).

ON BEHALF OF THE BOARD:



.....
Mr D J Tilbury - Director

Approved by the Board on07-12-03.....

**Notes to the Financial Statements
for the Year Ended 30 June 2003**

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 (effective June 2002).

Turnover

Turnover represents net invoiced sales of goods, 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 or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 15% on reducing balance
Motor vehicles	- 25% on cost

Stocks

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

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. OPERATING PROFIT/(LOSS)

The operating profit (2002 - operating loss) is stated after charging:

	2003 £	2002 £
Depreciation - owned assets	3,807	3,958
Depreciation - assets on hire purchase contracts or finance leases	4,150	4,150
Loss on disposal of fixed assets	-	31,844
Pension costs	11,481	9,000
	<u>15,000</u>	<u>56,000</u>
Directors' emoluments		

3. INCOME FROM INVESTMENTS

	2003 £	2002 £
Investment income	21	30
	<u>21</u>	<u>30</u>

**Notes to the Financial Statements
for the Year Ended 30 June 2003**

4. TAXATION

Analysis of the tax charge/(credit)

The tax charge/(credit) on the profit on ordinary activities for the year was as follows:

	2003 £	2002 £
Current tax:		
UK corporation tax	12,434	(2,804)
Tax on profit/(loss) on ordinary activities	<u>12,434</u>	<u>(2,804)</u>

UK corporation tax has been charged at 19%

Factors affecting the tax charge/(credit)

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2003 £	2002 £
Profit/(loss) on ordinary activities before tax	<u>67,016</u>	<u>(28,916)</u>
Profit/(loss) on ordinary activities multiplied by the standard rate of corporation tax in the UK of 19% (2002 - 19%)	12,733	(5,494)
Effects of:		
Accelerated Capital Allowances	(179)	3,027
Disallowable Expenditure	91	-
Interest on Corp Tax	(207)	-
Franked Investment Income	(4)	-
Losses Carried Back	-	2,467
Tax refund for previous years	-	(2,804)
Current tax charge/(credit)	<u>12,434</u>	<u>(2,804)</u>

5. DIVIDENDS

	2003 £	2002 £
Ordinary Shares	<u>64,321</u>	<u>3,800</u>

Notes to the Financial Statements
for the Year Ended 30 June 2003

6. TANGIBLE FIXED ASSETS

	Plant and machinery	Motor vehicles	Totals
	£	£	£
COST:			
At 1 July 2002	14,630	25,905	40,535
Additions	626	-	626
At 30 June 2003	15,256	25,905	41,161
DEPRECIATION:			
At 1 July 2002	5,390	6,477	11,867
Charge for year	1,480	6,477	7,957
At 30 June 2003	6,870	12,954	19,824
NET BOOK VALUE:			
At 30 June 2003	8,386	12,951	21,337
At 30 June 2002	9,240	19,428	28,668

Fixed assets, included in the above, which are held under hire purchase contracts or finance leases are as follows:

	Motor vehicles
	£
COST:	
At 1 July 2002 and 30 June 2003	16,598
DEPRECIATION:	
At 1 July 2002	4,150
Charge for year	4,150
At 30 June 2003	8,300
NET BOOK VALUE:	
At 30 June 2003	8,298
At 30 June 2002	12,448

7. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR

	2003 £	2002 £
Trade debtors	53,638	56,160
Other debtors	-	3,042
Prepayments	500	-
	54,138	59,202

Maximum Air Conditioning Ltd

**Notes to the Financial Statements
for the Year Ended 30 June 2003**

8. CURRENT ASSET INVESTMENTS

	2003	2002
	£	£
Listed investments	1,548	1,548
	<u> </u>	<u> </u>
Market value of listed investments at 30 June 2003 - £960 (2002 - £1,056).		

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

	2003	2002
	£	£
Trade creditors	38,259	31,370
Hire purchase	5,538	7,731
Directors' current accounts	1,833	3,692
V.A.T.	4,371	9,289
Social security & other taxes	81	2,456
Taxation	12,641	-
Accrued expenses	1,200	1,200
	<u>63,923</u>	<u>55,738</u>

**10. CREDITORS: AMOUNTS FALLING
DUE AFTER MORE THAN ONE YEAR**

	2003	2002
	£	£
Hire purchase	2,754	12,313
	<u> </u>	<u> </u>

11. PROVISIONS FOR LIABILITIES AND CHARGES

	2003	2002
	£	£
Provision for warranties	25,000	25,000
	<u> </u>	<u> </u>

12. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2003	2002
			£	£
1,000	Ordinary	£1	1,000	1,000
			<u> </u>	<u> </u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2003	2002
			£	£
2	Ordinary	£1	2	2
			<u> </u>	<u> </u>