

Holemasters Demtech Limited

Report and Abbreviated Financial Statements

Year Ended

31 October 2002



Holemasters Demtech Limited

Annual report and financial statements for the year ended 31 October 2002

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Directors

D P Bailie
J D Munford
J Beaumont

Secretary and registered office

J D Munford, 13 Watermills Business Centre, Edison Road, Enfield EN3 7XT

Company number

3221921

Auditors

Bowmans 88-96 Market Street West, Preston, PR1 2EU

Bankers

National Westminster Bank plc, Market Place, Garstang, Preston, PR3 1XD

Solicitors

Samuels Capaldi Block & Bidson, 22 Whitegate Drive, Blackpool, FY3 9AQ

Holemasters Demtech Limited

Report of the independent auditors

Independent auditors' report to Holemasters Demtech Limited under section 247B of the Companies Act 1985

We have examined the abbreviated financial statements on pages 2 to 7 together with the financial statements of the company for the year ended 31 October 2002 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Our report has been prepared pursuant to the requirements of the Companies Act 1985 and for no other purpose. No person is entitled to rely on this report unless such a person is a person entitled to rely upon this report by virtue of and for the purpose of the Companies Act 1985 or has been expressly authorised to do so by our prior written consent. Save as above, we do not accept responsibility for this report to any other person or for any other purpose and we hereby expressly disclaim any and all such liability.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985 and the abbreviated financial statements on pages 2 to 7 are properly prepared in accordance with those provisions.

Bowmans 15 August 2003

BOWMANS
*Chartered Accountants
and Registered Auditors*
Preston

Holemasters Demtech Limited

Balance sheet at 31 October 2002

	Note	2002 £	2002 £	2001 £	2001 £
Fixed assets					
Tangible assets	2		272,454		189,890
Fixed asset investments	3		10,000		10,000
			<u> </u>		<u> </u>
			282,454		199,890
Current assets					
Debtors		609,914		642,806	
Cash at bank and in hand		159,851		154,820	
		<u> </u>		<u> </u>	
		769,765		797,626	
Creditors: amounts falling due within one year		758,829		749,927	
		<u> </u>		<u> </u>	
Net current assets			10,936		47,699
			<u> </u>		<u> </u>
Total assets less current liabilities			293,390		247,589
Creditors: amounts falling due after more than one year	4	26,594		40,527	
Provision for liabilities and charges		9,855		3,053	
		<u> </u>		<u> </u>	
			36,449		43,580
			<u> </u>		<u> </u>
			256,941		204,009
			<u> </u>		<u> </u>

The notes on pages 4 to 7 form part of these financial statements.

Holemasters Demtech Limited

Balance sheet at 31 October 2002 (Continued)

	Note	2002 £	2002 £	2001 £	2001 £
Capital and reserves					
Called up share capital	5		10,000		10,000
Profit and loss account			246,941		194,009
Equity shareholders' funds			256,941		204,009

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

The financial statements were approved by the Board on 15.08.03


D P Bailie
Director

The notes on pages 4 to 7 form part of these financial statements.

Holemasters Demtech Limited

Notes forming part of the financial statements for the year ended 31 October 2002

1 Accounting policies

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

In preparing these financial statements the company has adopted the following Financial Reporting Standards for the first time:

FRS 18 - Accounting Policies

FRS 19 - Deferred Tax

There is no effect of adopting FRS19 on the previous year figures as the amount calculated on a FRS19 basis is immaterial.

The following principal accounting policies have been applied:

Consolidated financial statements

The company is exempt from the requirement to prepare consolidated financial statements by virtue of section 248 of the Companies Act 1985 as the group it heads qualifies as a 'small' group. These financial statements therefore present information about the company as an individual undertaking and not about its group.

Turnover

Turnover represents sales to external customers at invoiced amounts less value added tax or local taxes on sales.

Depreciation

Depreciation is provided to write off the cost, less estimated residual values, of all tangible fixed assets, except for investment properties, freehold land and certain buildings, evenly over their expected useful lives. It is calculated at the following rates:

Plant & machinery	- 25% to 50% straight line
Motor vehicles	- 25% reducing balance
Fixtures & fittings	- 20% reducing balance
Office Equipment	- 20% reducing balance

Holemasters Demtech Limited

Notes forming part of the financial statements for the year ended 31 October 2002 (*Continued*)

1 Accounting policies (*continued*)

Deferred taxation

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date, except that:

- deferred tax is not recognised on timing differences arising on revalued properties unless the company has entered into a binding sale agreement and is not proposing to take advantage of rollover relief; and
- the recognition of deferred tax assets is limited to the extent that the company anticipates making sufficient taxable profits in the future to absorb the reversal of the underlying timing differences.

Deferred tax balances arising from underlying timing differences in respect of tax allowances on industrial buildings are reversed if and when all conditions for retaining those allowances have been met.

Deferred tax balances are not discounted.

Leased assets

Where assets are financed by leasing agreements that give rights approximating to ownership (finance leases), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the lease term. The corresponding leasing commitments are shown as amounts payable to the lessor. Depreciation on the relevant assets is charged to the profit and loss account.

Lease payments are analysed between capital and interest components. The interest element of the payment is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding. The capital part reduces the amounts payable to the lessor.

All other leases are treated as operating leases. Their annual rentals are charged to the profit and loss account on a straight-line basis over the term of the lease.

Pension costs

Contributions to the company's defined contribution pension scheme are charged to the profit and loss account in the year in which they become payable.

Holemasters Demtech Limited

Notes forming part of the financial statements for the year ended 31 October 2002 (*Continued*)

2 Tangible fixed assets

	Total £
<i>Cost</i>	
At 1 November 2001	516,850
Additions	153,441
Disposals	(18,159)
At 31 October 2002	652,132
<i>Depreciation</i>	
At 1 November 2001	326,960
Provided for the year	57,831
Disposals	(5,113)
At 31 October 2002	379,678
<i>Net book value</i>	
At 31 October 2002	272,454
At 31 October 2001	189,890

3 Fixed asset investments

	Total £
<i>Cost or valuation</i>	
At 1 November 2001 and 31 October 2002	10,000
<i>Net book value</i>	
At 31 October 2001 and 31 October 2002	10,000

Investments represent a 100% shareholding in a subsidiary, Demtech Concrete Services Limited, a company registered in England and Wales. The shareholding represents £1 ordinary shares.

Demtech Concrete Services Limited was dormant during the year. At the end of the year the aggregate of its capital and reserves was £262,018 (2001: £262,018).

• **Holemasters Demtech Limited**

Notes forming part of the financial statements for the year ended 31 October 2002 (Continued)

4 Creditors: amounts falling due after more than one year

The bank loan and overdraft amounting to £36,647 (2001: £63,608) are secured on the assets of the company.

Obligations under finance leases and hire purchase contracts amounting to £56,012 (2001: £60,809) are secured on the assets to which they relate.

5 Share capital

	2002	Authorised 2001	Allotted, called up and fully paid 2002	2001
	£	£	£	£
<i>Equity share capital</i>				
Ordinary shares of £1 each	100,000	100,000	10,000	10,000
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

6 Loans and transactions concerning directors and officers of the company

The company owed the directors £Nil (2001: £16,911) at the year end.