

for
Special note

RHEMO PRODUCTS LIMITED

(Company Number: 3340407)

REPORT AND ACCOUNTS

31ST MARCH 2003



RHEMO PRODUCTS LIMITED

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REPORT AND FINANCIAL STATEMENTS

31ST MARCH 2003

COMPANY INFORMATION

Directors

Mr. R. C. Newell (Chairman)
Mrs B. A. Newell
Mrs L. Colborne

Company Secretary

Mrs B. A. Newell

Registered Office

Dunlop House,
23a Spencer Road,
New Milton,
Hants.
BH25 6BZ

Accountants

Hope Jones,
Dunlop House,
23a Spencer Road,
New Milton,
Hants.
BH25 6BZ

RHEMO PRODUCTS LIMITED

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Company Number: 3340407

REPORT OF THE DIRECTORS

The Directors present their Annual Report and the Accounts for the year ended 31st March 2003.

Activities of the Company

The principal activity of the Company is Manufacturing. There has been no significant change in this activity during the year. The Company made a profit in the year of £15460 (2002 £32486) after taxation. A dividend of £15000 is proposed (2002 £20000).

Directors

The Directors who served during the year were:-

Mr. R. C. Newell
Mrs B. A. Newell
Mrs L. Colborne

The interests of the Directors in the share capital of the company as recorded in the Register of Directors Interests were:-

	<u>31.3.03</u>	<u>31.3.02</u>
Mr. R. C. Newell	45	45
Mrs B. A. Newell	45	45
Mrs L. Colborne	10	10

There have been no changes in these interests up to 23rd June 2003.

Political and Charitable Contributions

The company did not make any contributions during the year.

Tax Status

The company is a close company in accordance with the provisions of the Income and Corporation Taxes Act 1988.

This report which has been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 and with the financial reporting standard for smaller entities (effective June 2002) was approved by the Board on 23rd June 2003.

By Order of the Board


Mrs B. A. Newell - Secretary

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2003

	<u>Notes</u>	<u>2003</u>	<u>2002</u>
<u>Turnover</u>	2	213232	216880
Cost of Sales		<u>138963</u>	<u>110526</u>
<u>Gross Profit</u>		74269	106354
Distribution Costs		-3209	-4510
Administration Expenses		<u>-52255</u>	<u>-57862</u>
<u>Operating Profit/(Loss)</u>	3	18805	43982
Interest Receivable		<u>86</u>	<u>404</u>
<u>Profit/(Loss) on ordinary activities before Taxation</u>		18891	44386
Taxation	4	<u>3431</u>	<u>11900</u>
<u>Profit/(Loss) on ordinary activities after Taxation</u>		15460	32486
Dividends Paid		<u>15000</u>	<u>20000</u>
Retained Profit/(Loss) for the financial year		460	12486
Balance brought forward		<u>55182</u>	<u>42696</u>
<u>Retained Profit carried forward</u>		<u>£55,642</u>	<u>£55,182</u>

The notes on pages 5 to 7 form part of these Accounts.

RHEMO PRODUCTS LIMITED

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BALANCE SHEET AS AT 31ST MARCH 2003

	<u>Notes</u>	<u>2003</u>	<u>2002</u>
<u>Fixed Assets</u>			
Tangible Assets	5	31669	34679
<u>Current Assets</u>			
Stock and Work in Progress	6	18103	23234
Debtors	7	52724	68226
Cash at Bank		<u>32022</u>	<u>25546</u>
		102849	117006
Creditors: Amounts falling due within one year	8	<u>76255</u>	<u>93588</u>
<u>Net Current Assets/(Liabilities)</u>		<u>26594</u>	<u>23418</u>
<u>Total Assets less Current Liabilities</u>		58263	58097
Creditors: Amount falling due after one year	9	<u>2521</u>	<u>2815</u>
<u>Net Assets</u>		<u>£55,742</u>	<u>£55,282</u>
<u>Capital and Reserves</u>			
Called up Share Capital	10	100	100
Reserves - Profit and Loss Account		<u>55642</u>	<u>55182</u>
<u>Shareholders Funds</u>		<u>£55,742</u>	<u>£55,282</u>

The Notes on pages 5 to 7 form part of these Accounts.

The Directors confirm that for the year ended 31st March 2003 the company was entitled to exemption from audit under Section 249A(1) Companies Act 1985. The members have not required the company to obtain an audit of its accounts for the period under Section 249B(2).

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 2003 and of its result for the financial period in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to Accounts, so far as applicable to the company.

These Accounts which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies and with the financial reporting standard for smaller entities (effective June 2002) were approved by the Board on 23rd June 2003 and signed on its behalf.

R. C. Newell
Director



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2003**1. Accounting Policies**

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the company's Accounts.

a. Basis of Accounting

These Accounts have been prepared in accordance with applicable accounting standards under the historical cost accounting rules.

b. Depreciation

Depreciation is calculated so as to write off the cost of tangible fixed assets by the reducing balance method as follows:-

Plant	20%
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c. Stocks and Work in Progress

These are valued at the lower of cost and net realisable value. In respect of work in progress, cost includes all direct costs and an appropriate proportion of overheads.

d. 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 represents amounts invoiced by the company in respect of work done during the year excluding value added tax.

3. Operating Profit/(Loss)**2003****2002**

The operating profit is stated after crediting or charging the following:-

Depreciation and other amounts written off Fixed Assets	7917	8198
Directors Emoluments	<u>18000</u>	<u>18000</u>

4. Taxation**2003****2002**

Based on profit/(loss) for the year:

Corporation Tax at small companies rate of 19%	3725	9085
Deferred Taxation relating to accelerated Capital Allowances at 20%	<u>-294</u>	<u>2815</u>
	<u>£3,431</u>	<u>£11,900</u>

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**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2003
(CONTINUED)**
5. Tangible Assets

	Plant and Equipment
Cost:	
Brought forward	86255
Additions	<u>4907</u>
At 31st March 2003	<u>91162</u>
Depreciation:	
Brought forward	51576
Charged in year	<u>7917</u>
At 31st March 2003	<u>59493</u>
Net Book Value:	
At 31st March 2003	<u>£31,669</u>
At 31st March 2002	<u>£34,679</u>

6. Stocks and Work in Progress

	2003	2002
Stock	9177	11623
Work in Progress	<u>8926</u>	<u>11611</u>
	<u>£18,103</u>	<u>£23,234</u>

7. Debtors: Amounts due within one year

	2003	2002
Trade Debtors	28174	48917
Prepayments	2717	4309
Loan - LBP Ltd.	<u>21833</u>	<u>15000</u>
	<u>£52,724</u>	<u>£68,226</u>

There are no Debtors falling due after more than one year.

8. Creditors: Amounts falling due within one year

	2003	2002
Trade Creditors	5620	5740
Taxation and Social Security	10655	9386
Accruals	10502	9604
Loans	24754	38946
Directors Loan	5998	827
Corporation Tax	3726	9085
Dividend	<u>15000</u>	<u>20000</u>
	<u>£76,255</u>	<u>£93,588</u>

9. Creditors: Amounts falling due after one year

	2003	2002
Deferred Taxation in respect of accelerated Capital Allowances	<u>£2,521</u>	<u>£2,815</u>

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**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2003
(CONTINUED)**

10. Share Capital	2003	2002
Authorised:		
100 Ordinary Shares of £1 each	<u>£100</u>	<u>£100</u>
Share Capital allotted, called up and fully paid:		
100 Ordinary Shares of £1 each	<u>£100</u>	<u>£100</u>

11. Related Party Transactions

The company is wholly owned by the Directors who are also the owners of Rhemo Removals Limited. Transactions between the companies are at arms length and amount to £3165 (2002 £9060). The Directors also own the premises but do not charge any rent.