

RHEMO PRODUCTS LIMITED

(Company Number: 3340407)

REPORT AND ACCOUNTS

31ST MARCH 2004



RHEMO PRODUCTS LIMITED

1

REPORT AND FINANCIAL STATEMENTS

31ST MARCH 2004

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

2

Company Number: 3340407

REPORT OF THE DIRECTORS

The Directors present their Annual Report and the Accounts for the year ended 31st March 2004.

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 £56180 (2003 £18891) before taxation. A dividend of £25000 is proposed (2003 £15000).

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>31.3.04</u>	<u>31.3.03</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 29th September 2004.

Political and Charitable Contributions

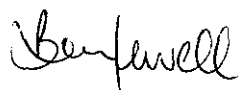
The company did not make any contributions during the year.

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 29th September 2004.

By Order of the Board



Mrs B. A. Newell - Secretary

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2004

	Notes	2004	2003
Turnover	2	304133	213232
Cost of Sales		<u>184234</u>	<u>138963</u>
Gross Profit		119899	74269
Distribution Costs		-4345	-3209
Administration Expenses		<u>-59756</u>	<u>-52255</u>
Operating Profit/(Loss)	3	55798	18805
Add Interest Received		<u>382</u>	<u>86</u>
Profit/(Loss) on ordinary activities before Taxation		56180	18891
Taxation	4	<u>10670</u>	<u>3431</u>
Profit/(Loss) on ordinary activities after Taxation		45510	15460
Proposed Dividend		<u>25000</u>	<u>15000</u>
Retained Profit/(Loss) for the financial year		20510	460
Balance brought forward		<u>55642</u>	<u>55182</u>
Retained Profit carried forward		<u>£76,152</u>	<u>£55,642</u>

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

BALANCE SHEET AS AT 31ST MARCH 2004

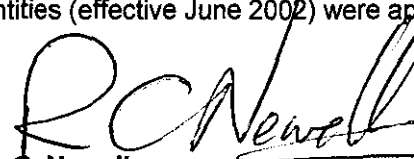
	<u>Notes</u>	<u>2004</u>	<u>2003</u>
<u>Fixed Assets</u>			
Tangible Assets	5	38635	31669
<u>Current Assets</u>			
Stock and Work in Progress	6	45387	18103
Debtors	7	32122	52724
Cash at Bank		<u>68298</u>	<u>32022</u>
		145807	102849
Creditors: Amounts falling due within one year	8	<u>105276</u>	<u>76255</u>
<u>Net Current Assets/(Liabilities)</u>		<u>40531</u>	<u>26594</u>
<u>Total Assets less Current Liabilities</u>		79166	58263
Creditors: Amount falling due after one year	9	<u>2914</u>	<u>2521</u>
<u>Net Assets</u>		<u>£76,252</u>	<u>£55,742</u>
<u>Capital and Reserves</u>			
Called up Share Capital	10	100	100
Reserves - Profit and Loss Account		<u>76152</u>	<u>55642</u>
<u>Shareholders Funds</u>		<u>£76,252</u>	<u>£55,742</u>

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

The Directors confirm that for the year ended 31st March 2004 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 2004 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 29th September 2004 and signed on its behalf


R. C. Newell
Director

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2004**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)20042003

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

Depreciation and other amounts written off Fixed Assets	8527	7917
Directors Emoluments	<u>24498</u>	<u>18000</u>

4. Taxation20042003

Based on profit/(loss) for the year:

Corporation Tax at small companies rate of 19%	10281	3725
Adjustment in respect of previous year	-4	0
Deferred Taxation relating to accelerated Capital Allowances at 19%	<u>393</u>	<u>-294</u>
	<u>£10,670</u>	<u>£3,431</u>

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**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2004
(CONTINUED)**
5. Tangible Assets

	Plant and Equipment
Cost:	
Brought forward	91162
Additions	<u>16625</u>
At 31st March 2004	<u>107787</u>
Depreciation:	
Brought forward	59493
Charged in year	<u>9659</u>
At 31st March 2004	<u>69152</u>
Net Book Value:	
At 31st March 2004	<u>£38,635</u>
At 31st March 2003	<u>£31,669</u>

6. Stocks and Work in Progress

	2004	2003
Stock	19557	9177
Work in Progress	<u>25830</u>	<u>8926</u>
	<u>£45,387</u>	<u>£18,103</u>

7. Debtors: Amounts due within one year

	2004	2003
Trade Debtors	30417	28174
Prepayments	1705	2717
Loan - LBP Ltd.	<u>0</u>	<u>21833</u>
	<u>£32,122</u>	<u>£52,724</u>

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

8. Creditors: Amounts falling due within one year

	2004	2003
Trade Creditors	24483	5620
Taxation and Social Security	14464	10655
Accruals	14208	10502
Loans	16198	24754
Directors Loan	642	5998
Corporation Tax	10281	3726
Dividend	<u>25000</u>	<u>15000</u>
	<u>£105,276</u>	<u>£76,255</u>

9. Creditors: Amounts falling due after one year

	2004	2003
Deferred Taxation in respect of accelerated Capital Allowances	<u>£2,914</u>	<u>£2,521</u>

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**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2004
(CONTINUED)**

10. Share Capital	2004	2003
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 £8246 Sales and £1829 Purchases (2003 £3165 sales). The Directors also own the premises but do not charge any rent.