

Company number: 3457621

ACTION BUILDING AND ELECTRICAL SUPPLIES LIMITED

31ST DECEMBER 2000

Peter Hunt & Co
Chartered Accountants
Argon House
Argon Mews
Fulham Broadway



ACTION BUILDING AND ELECTRICAL SUPPLIES LIMITED

DIRECTOR
M. Johnston

SECRETARY
Y.A. Johnston

BANKERS
Barclays Bank Plc
Fulham Broadway
LONDON
SW6 1AG

REGISTERED OFFICE
Argon House
Argon Mews
Fulham Broadway
LONDON
SW6 1BJ

ACTION BUILDING AND ELECTRICAL SUPPLIES LIMITED
DIRECTOR'S REPORT

The director presents his report and accounts for the year ended 31st December 2000.

PRINCIPAL ACTIVITY

The principal activity of the company is the retail sale of building and electrical supplies.

DIRECTOR AND HIS INTEREST

The director who held office during the period, and his beneficial interest in the share capital of the company, was as follows:

	£1 ordinary shares	
	<u>1st January</u> <u>2000</u>	<u>31st December</u> <u>2000</u>
M. Johnston	2	2

The director's report has been prepared in accordance with the special provisions of part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard of Smaller Entities (effective March 2000).



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M. Johnston
Director

Approved by the director on 26/10/11

ACTION BUILDING AND ELECTRICAL SUPPLIES LIMITED
STATEMENT OF DIRECTOR'S RESPONSIBILITIES IN RESPECT OF THE ACCOUNTS

Company law requires the director to prepare accounts for each financial 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 year. In preparing those accounts, the director is required to:

- ♦ select suitable accounting policies and then apply them consistently;
- ♦ make judgements and estimates that are reasonable and prudent;
- ♦ prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the accounts comply with the Companies Act 1985. He is 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.

ACTION BUILDING & ELECTRICAL SUPPLIES LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2000

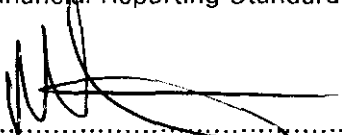
	<u>Note</u>	<u>2000</u>	<u>1999</u>
Turnover		590,373	509,735
Cost of sales		<u>(384,759)</u>	<u>(344,776)</u>
Gross profit		205,614	164,959
Administrative expenses		<u>156,064</u>	<u>156,677</u>
Operating profit	2	49,550	8,282
Interest payable		(990)	(406)
Interest receivable	3	<u>42</u>	<u>44</u>
Profit on ordinary activities before taxation		48,602	7,920
Tax on profit on ordinary activities	4	<u>9,670</u>	<u>1,907</u>
Profit on ordinary activities after taxation		38,932	6,013
Dividends paid and proposed		<u>20,000</u>	<u>-</u>
Retained profit for the year		18,932	6,013
Retained profit brought forward		<u>51,472</u>	<u>45,459</u>
Retained profit carried forward		<u>£70,404</u>	<u>£51,472</u>

ACTION BUILDING & ELECTRICAL SUPPLIES LIMITED
BALANCE SHEET
AT 31ST DECEMBER 2000

	Note	<u>2000</u>	<u>1999</u>
Fixed assets	5	23,158	21,551
Current assets			
Stock	6	53,928	48,904
Debtors	7	82,703	64,006
Cash at bank and in hand		<u>17,819</u>	<u>7,445</u>
		154,450	120,355
Creditors: amounts falling due within one year	8	<u>100,490</u>	<u>87,954</u>
Net current assets		<u>53,960</u>	<u>32,401</u>
Total assets less current liabilities		77,118	53,952
Creditors: amounts falling due in more than one year	10	<u>6,712</u>	<u>2,478</u>
Net assets		<u>£70,406</u>	<u>£51,474</u>
Capital and reserves			
Called up share capital	11	2	2
Profit and loss account		<u>70,404</u>	<u>51,472</u>
Shareholder's funds		<u>£70,406</u>	<u>£51,474</u>

For the financial period ended 31st December 2000 the company was entitled to exemption from audit under section 249A (1) of the Companies Act 1985; and no notice has been deposited under section 249B (2). The director acknowledges his responsibility for ensuring that the company keeps accounting records which comply with section 221 of the Act, and preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the period and of its profit or loss for the financial period in accordance with the requirements of section 226 of the Act and which otherwise comply with the requirements of the Companies Act 1985, so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).


 M. Johnston
 Director

Approved by the director on 26/10/01

ACTION BUILDING AND ELECTRICAL SUPPLIES LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER 2000

1. ACCOUNTING POLICIES

A summary of the principal accounting policies, all of which have been applied consistently throughout the period, is set out below.

Basis of accounting

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

Tangible fixed assets

Fixed assets are shown at cost less accumulated depreciation. Depreciation is provided at rates calculated to write off the cost, less estimated residual value, of each asset on a straight-line basis over its expected useful life as follows:

Motor vehicles	5 years
Office equipment	5 years
Furniture and fittings	5 years

Taxation

Corporation tax payable is provided on taxable profits at the current rate. Deferred taxation is provided on timing differences which will probably reverse, at the rates of tax likely to be in force at the time of reversal. Deferred tax is not provided on timing differences which, in the opinion of the director, will probably not reverse.

Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stocks.

Pension costs

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

ACTION BUILDING AND ELECTRICAL SUPPLIES LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER 2000

2. OPERATING PROFIT

Profit on ordinary activities before taxation is stated after charging:-

	<u>2000</u>	<u>1999</u>
Director's remuneration	£22,917	£14,167
Auditors' remuneration	nil	£3,000
Depreciation	£8,926	£6,820
Pension scheme contributions	£4,800	£2,200

Of the above pension scheme contributions £2,400 (1999 £1,100) were payable to a money purchase scheme in respect of the director.

3. INTEREST RECEIVABLE

	<u>2000</u>	<u>1999</u>
Bank interest receivable	<u>£42</u>	<u>44</u>

4. TAXATION

Provision for United Kingdom corporation tax at the rate of 20%. (1999 20.15%).

	<u>2000</u>	<u>1999</u>
Current	9,686	1,803
Prior year	<u>(16)</u>	<u>104</u>
	<u>£9,670</u>	<u>£1,907</u>

No provision has been made for deferred tax. The potential liability at 31st December 2000 was £1,427 (1999 £1,420).

ACTION BUILDING AND ELECTRICAL SUPPLIES LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER 2000

5. TANGIBLE FIXED ASSETS

	<u>Motor vehicles</u>	<u>Office equipment</u>	<u>Furniture and fittings</u>	<u>Total</u>
Cost:				
At 1 st January 2000	18,100	10,498	5,500	34,098
Additions	<u>8,500</u>	<u>2,033</u>	<u>-</u>	<u>10,533</u>
At 31 st December 2000	<u>26,600</u>	<u>12,531</u>	<u>5,500</u>	<u>44,631</u>
Depreciation:				
At 1 st January 2000	7,240	3,907	1,400	12,547
Charge for the year	<u>5,320</u>	<u>2,506</u>	<u>1,100</u>	<u>8,926</u>
At 31 st December 2000	<u>12,560</u>	<u>6,413</u>	<u>2,500</u>	<u>21,473</u>
Net book value:				
At 31 st December 2000	<u>£14,040</u>	<u>£6,118</u>	<u>£3,000</u>	<u>£23,158</u>
At 31st December 1999	<u>£10,860</u>	<u>£6,591</u>	<u>£4,100</u>	<u>£21,551</u>

The above figures include a motor vehicle costing £18,100 acquired under a hire purchase contract. At the balance sheet date the cumulative depreciation in respect of that asset was £10,860.

6. STOCK	<u>2000</u>	<u>1999</u>
Stock of goods for resale	<u>£53,928</u>	<u>£48,904</u>

An unquantified amount of stock has been supplied under reservation of title (see note 9)

7. DEBTORS	<u>2000</u>	<u>1999</u>
Trade debtors	82,703	62,856
Sundry debtors and prepayments	<u>-</u>	<u>1,150</u>
	<u>£82,703</u>	<u>£64,006</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	<u>2000</u>	<u>1999</u>
Current instalments on bank loan	4,751	7,414
Trade creditors (see note 9)	50,286	55,429
Corporation tax	8,973	3,862
Other taxation and social security	11,140	8,548
Net obligations under hire purchase contracts	2,478	4,800
Sundry creditors and accruals	<u>22,862</u>	<u>7,901</u>
	<u>£100,490</u>	<u>£87,954</u>

ACTION BUILDING AND ELECTRICAL SUPPLIES LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER 2000

9. RESERVATION OF TITLE

The trading terms of a significant number of trade creditors state that goods are supplied subject to a reservation of title. The number of trade creditors who have reserved title to goods held as stock cannot reasonably be quantified. The director considers £40,000 (1999 £40,000) to be a reasonable estimate of the extent to which creditors are so protected.

10. CREDITORS: AMOUNTS FALLING DUE IN MORE THAN ONE YEAR

	<u>2000</u>	<u>1999</u>
Non current instalments on bank loan	6,712	-
Net obligations under hire purchase contracts	<u>-</u>	<u>2,478</u>
	<u>£6,712</u>	<u>£2,478</u>

The bank loan is repayable by instalments. £5,296 is repayable in 2002 and £1,416 in 2003.

11. CALLED-UP SHARE CAPITAL

	<u>2000</u>	<u>1999</u>
Authorised:		
10,000 ordinary shares of £1 each	<u>£10,000</u>	<u>£10,000</u>
Allotted, called-up and fully-paid:		
2 ordinary shares of £1 each	<u>£2</u>	<u>£2</u>

12. CONTROLLING PARTY

The controlling party is Mr M. Johnston by virtue of his 100% interest in the issued ordinary share capital in the company.

13. RELATED PARTY TRANSACTIONS

- (i) During the period the company purchased goods and services, on ordinary commercial terms, totalling £590 from Rainbow Environmental, a business in which the controlling party has a material beneficial interest.
- (ii) The controlling party has an interest free loan account with the company which at the balance sheet date stood at £1,056 in his favour.

14. FINANCIAL COMMITMENTS

The company has a lease in respect of the business premises it occupies. The lease, which expires on 25th December 2010, is at an initial rental of £11,000 per annum reviewable in December 2000 and every five years thereafter. The quantum of rent payable from December 2000 has yet to be determined.