
RICKARDS CONSTRUCTION LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
31 AUGUST 2002**



RICKARDS CONSTRUCTION LIMITED

COMPANY INFORMATION

DIRECTORS	Mr M T J Rickards Mrs J Rickards
SECRETARY	Mrs J Rickards
COMPANY NUMBER	3737310
REGISTERED OFFICE	Hillsboro Brockworth Road Churchdown Gloucester GL3 2NH
ACCOUNTANTS	HATS Gloucester Limited 163 Hucclecote Road Hucclecote Gloucester GL3 3TX

RICKARDS CONSTRUCTION LIMITED

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RICKARDS CONSTRUCTION LIMITED

DIRECTORS' REPORT
For the year ended 31 August 2002

The directors present their report and the financial statements for the year ended 31 August 2002.

PRINCIPAL ACTIVITIES

The principal activity of the company was that of property developers and general builders.

DIRECTORS

The directors who served during the year and their beneficial interests in the company's issued share capital were:

	Ordinary shares of £1 each	
	<u>31/8/02</u>	<u>1/9/01</u>
Mr M T J Rickards	1	1
Mrs J Rickards	1	1

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the board on 6 July 2003 and signed on its behalf.



Mr M T J Rickards
Director

RICKARDS CONSTRUCTION LIMITED

**ACCOUNTANTS' REPORT TO THE DIRECTORS ON THE
UNAUDITED FINANCIAL STATEMENTS OF RICKARDS CONSTRUCTION LIMITED**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 August 2002 set out on pages 3 to 7 and you consider that the company is exempt from an audit under section 249A(1) of the Companies Act 1985.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records of the company and from information and explanations supplied to us.

Hats Director.

HATS Gloucester Limited

163 Hucclecote Road
Hucclecote
Gloucester
GL3 3TX

RICKARDS CONSTRUCTION LIMITED

PROFIT AND LOSS ACCOUNT
For the year ended 31 August 2002

	Note	2002 £	2001 £
TURNOVER	1	170,525	355,129
Cost of sales		<u>(121,673)</u>	<u>(254,545)</u>
GROSS PROFIT		48,852	100,584
Administrative expenses		(24,285)	(23,951)
Other operating income	2	<u>16,100</u>	<u>9,710</u>
OPERATING PROFIT	3	40,667	86,343
Interest receivable		4,329	2,728
Interest payable		<u>(13,803)</u>	<u>(13,410)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		31,193	75,661
TAX ON PROFIT ON ORDINARY ACTIVITIES	4	(6,344)	(15,177)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		24,849	60,484
DIVIDENDS		(8,650)	-
RETAINED PROFIT FOR THE FINANCIAL YEAR	9	<u><u>£ 16,199</u></u>	<u><u>£ 60,484</u></u>

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

RICKARDS CONSTRUCTION LIMITED

BALANCE SHEET As at 31 August 2002

	Note	2002	2001
		£	£
FIXED ASSETS			
Tangible fixed assets	5	2,197	454
CURRENT ASSETS			
Stocks		275,000	324,991
Debtors	6	13,033	31,849
Cash at bank and in hand		255,409	178,596
		<u>543,442</u>	<u>535,436</u>
CREDITORS: amounts falling due within one year	7	<u>(368,012)</u>	<u>(374,462)</u>
NET CURRENT ASSETS		<u>175,430</u>	<u>160,974</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>£ 177,627</u>	<u>£ 161,428</u>
CAPITAL AND RESERVES			
Called up share capital	8	2	2
Profit and loss account	9	177,625	161,426
SHAREHOLDERS' FUNDS		<u>£ 177,627</u>	<u>£ 161,428</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2) of the Act. 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 financial statements which give a true and fair view of the state of affairs of the company as at 31 August 2002 and of its profit for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the financial statements 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 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the board on 6 July 2003 and signed on its behalf.



Mr M T J Rickards
Director

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

RICKARDS CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 August 2002

1. ACCOUNTING POLICIES**1.1 Basis of preparation of financial statements**

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).

1.2 Cash flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.3 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of Value Added Tax and trade discounts.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & Machinery	-	25% reducing balance
Motor Vehicles	-	25% straight line

2. OTHER OPERATING INCOME

	2002 £	2001 £
Net rents receivable	16,100	9,710

3. OPERATING PROFIT

The operating profit is stated after charging:

	2002 £	2001 £
Depreciation of tangible fixed assets: - owned by the company	732	152

During the year, no director received any emoluments (2001 - £nil).

4. TAXATION

	2002 £	2001 £
Analysis of tax charge in year		
UK corporation tax on profits of the year	4,344	15,177
Adjustments in respect of prior periods	2,000	-
Tax on profit on ordinary activities	£ 6,344	£ 15,177

RICKARDS CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 August 2002

5. TANGIBLE FIXED ASSETS

	Plant and machinery £	Motor vehicles £	Total £
Cost			
At 1 September 2001	675	-	675
Additions	175	2,300	2,475
At 31 August 2002	850	2,300	3,150
Depreciation			
At 1 September 2001	221	-	221
Charge for the year	157	575	732
At 31 August 2002	378	575	953
Net book value			
At 31 August 2002	£ 472	£ 1,725	£ 2,197
At 31 August 2001	£ 454	£ -	£ 454

6. DEBTORS

	2002 £	2001 £
Due within one year		
Trade debtors	10,536	27,925
Other debtors	2,497	3,924
	£ 13,033	£ 31,849

7. CREDITORS: Amounts falling due within one year

	2002 £	2001 £
Bank loans and overdrafts	216,650	206,650
Trade creditors	11,699	5,596
Corporation tax	33,779	37,945
Social security and other taxes	6,577	22,608
Other creditors	99,307	101,663
	£ 368,012	£ 374,462

RICKARDS CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 August 2002

The overdraft agreement is secured by a legal mortgage in the banks standard form over the freehold property of 71 Elmbridge Road, and by an unlimited debenture in the banks standard form over the remaining assets of the company. A provisional repayment date was set for 31 March 2003, but has since been extended due to the current development project being behind schedule. Upon sale of the property's being developed the overdraft will be repaid.

8. SHARE CAPITAL

	2002	2001
	£	£
Authorised		
1,000 Ordinary shares of £1 each	£ 1,000	£ 1,000
Allotted, called up and fully paid		
2 Ordinary shares of £1 each	£ 2	£ 2

9. RESERVES

Profit and loss account	£
At 1 September 2001	161,426
Profit retained for the year	16,199
At 31 August 2002	£ 177,625

10. CONTROLLING PARTY

Mr M T J Rickards and Mrs J Rickards control the company as detailed in the directors report.

11. TRANSACTIONS WITH DIRECTORS

Included in other creditors is £88,189 (2001: £90,468) due to Mr M T J Rickards at 31 August 2002 representing the balance on his current account with the company. This balance is repayable within one year of the balance sheet date.