
RICKARDS CONSTRUCTION LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 AUGUST 2003



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 2003

The directors present their report and the financial statements for the year ended 31 August 2003.

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>31/8/03</u>	<u>1/9/02</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 27 June 2004 and signed on its behalf.



Mr M T J Rickards
Director

**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 2003 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 Gloucester Limited

163 Hucclecote Road
Hucclecote
Gloucester
GL3 3TX

28 JUNE 2004

RICKARDS CONSTRUCTION LIMITED

PROFIT AND LOSS ACCOUNT
For the year ended 31 August 2003

	Note	2003 £	2002 £
TURNOVER	1	152,216	170,525
Cost of sales		<u>(103,223)</u>	<u>(121,673)</u>
GROSS PROFIT		48,993	48,852
Administrative expenses		<u>(22,496)</u>	<u>(24,285)</u>
Other operating income	2	<u>12,550</u>	<u>16,100</u>
OPERATING PROFIT	3	39,047	40,667
Interest receivable		<u>4,855</u>	<u>4,329</u>
Interest payable		<u>(20,072)</u>	<u>(13,803)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		23,830	31,193
TAX ON PROFIT ON ORDINARY ACTIVITIES	4	<u>(3,350)</u>	<u>(6,344)</u>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		20,480	24,849
DIVIDENDS		<u>(3,100)</u>	<u>(8,650)</u>
RETAINED PROFIT FOR THE FINANCIAL YEAR	10	<u><u>£ 17,380</u></u>	<u><u>£ 16,199</u></u>

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

RICKARDS CONSTRUCTION LIMITED

BALANCE SHEET As at 31 August 2003

	Note	£	2003	£	£	2002	£
FIXED ASSETS							
Tangible fixed assets	5			1,916			2,197
CURRENT ASSETS							
Stocks	7	416,000			275,000		
Debtors	6	12,596			13,034		
Cash at bank and in hand		208,867			255,409		
				637,463			543,443
CREDITORS: amounts falling due within one year							
	8	(444,371)			(368,012)		
NET CURRENT ASSETS							
				193,092			175,431
TOTAL ASSETS LESS CURRENT LIABILITIES							
				£ 195,008			£ 177,628
CAPITAL AND RESERVES							
Called up share capital	9			2			2
Profit and loss account	10			195,006			177,626
SHAREHOLDERS' FUNDS							
				£ 195,008			£ 177,628

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 2003 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 27 June 2004 and signed on its behalf.



Mr M T J Rickards
Director

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

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 August 2003

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

	2003 £	2002 £
Net rents receivable	<u>12,550</u>	<u>16,100</u>

3. OPERATING PROFIT

The operating profit is stated after charging:

	2003 £	2002 £
Depreciation of tangible fixed assets: - owned by the company	<u>831</u>	<u>732</u>

During the year, no director received any emoluments (2002 - £nil).

4. TAXATION

	2003 £	2002 £
Analysis of tax charge in year		
UK corporation tax charge on profits of the year	3,350	4,344
Adjustments in respect of prior periods	-	2,000
Tax on profit on ordinary activities	<u>£ 3,350</u>	<u>£ 6,344</u>

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 August 2003

5. TANGIBLE FIXED ASSETS

	Plant and machinery £	Motor vehicles £	Total £
Cost			
At 1 September 2002	850	2,300	3,150
Additions	250	300	550
At 31 August 2003	<u>1,100</u>	<u>2,600</u>	<u>3,700</u>
Depreciation			
At 1 September 2002	378	575	953
Charge for the year	181	650	831
At 31 August 2003	<u>559</u>	<u>1,225</u>	<u>1,784</u>
Net book value			
At 31 August 2003	<u>£ 541</u>	<u>£ 1,375</u>	<u>£ 1,916</u>
At 31 August 2002	<u>£ 472</u>	<u>£ 1,725</u>	<u>£ 2,197</u>

6. DEBTORS

	2003 £	2002 £
Due within one year		
Trade debtors	10,538	10,537
Other debtors	2,058	2,497
	<u>£ 12,596</u>	<u>£ 13,034</u>

7. STOCKS

	2003 £	2002 £
Work in progress	<u>£ 416,000</u>	<u>£ 275,000</u>

The difference between purchase price or production cost of stocks and their replacement cost is not material.

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 August 2003

8. CREDITORS:
Amounts falling due within one year

	2003	2002
	£	£
Bank loans and overdrafts	341,650	216,650
Trade creditors	6,459	11,699
Corporation tax	11,129	33,779
Social security and other taxes	1,766	6,577
Other creditors	83,367	99,307
	<u>£ 444,371</u>	<u>£ 368,012</u>

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 repayment of this loan was made in November 2003.

9. SHARE CAPITAL

	2003	2002
	£	£
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

10. RESERVES

Profit and loss account	£
At 1 September 2002	177,626
Profit retained for the year	17,380
	<u>£ 195,006</u>
At 31 August 2003	

11. CONTROLLING PARTY

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

12. TRANSACTIONS WITH DIRECTORS

Included in other creditors is £77,810 (2002: £88,189) due to Mr M T J Rickards at 31 August 2003 representing the balance on his current account with the company. This balance is repayable within one year of the balance sheet date.