

JOHN BROWN ARCHITECTURE LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31st DECEMBER 2002

Company Registration Number 3836310



JOHN BROWN ARCHITECTURE LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31st DECEMBER 2002

Contents	Pages
Officers and Professional Advisers	1
The Directors' Report	2
Profit and Loss Account	3
Balance Sheet	4 to 5
Notes to the Financial Statements	6 to 10
The Following Pages Do Not Form Part of the Financial Statements	
Detailed Profit and Loss Account	12
Notes to the Detailed Profit and Loss Account	13

JOHN BROWN ARCHITECTURE LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

Mr J K Brown
Mr D W Langmead

Company secretary

Mr J K Brown

Registered office

4 Prince George Street
Havant
Hampshire
PO9 1BG

Accountants

Rothman Pantall & Co
Chartered Accountants
4 Prince George Street
Havant
Hampshire
PO9 1BG

JOHN BROWN ARCHITECTURE LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31st DECEMBER 2002

The directors present their report and the unaudited financial statements of the company for the year ended 31st December 2002.

Principal Activities and Business Review

The principal activity of the company during the year was that of architectural services.

The directors consider the state of the company's affairs to be satisfactory.

The Directors and their Interests in Shares of the Company

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 31 December 2002	At 1 January 2002
Mr J K Brown	1	1
Mr D W Langmead	<u>1</u>	<u>1</u>

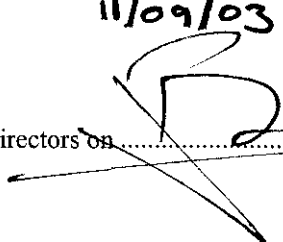
Small Company Provisions

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
4 Prince George Street
Havant
Hampshire
PO9 1BG

Signed by order of the directors

Approved by the directors on

11/09/03

MR J K BROWN
Company Secretary

JOHN BROWN ARCHITECTURE LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31st DECEMBER 2002

	Note	2002 £	2001 £
Turnover		298,751	202,947
Cost of sales		209,100	111,080
Gross Profit		<u>89,651</u>	<u>91,867</u>
Administrative expenses		85,004	66,682
Operating Profit	2	<u>4,647</u>	<u>25,185</u>
Interest payable		1,300	1,647
Profit on Ordinary Activities Before Taxation		<u>3,347</u>	<u>23,538</u>
Tax on profit on ordinary activities	4	—	—
Retained Profit for the Financial Year		<u>3,347</u>	<u>23,538</u>
Balance brought forward		(6,374)	(29,912)
Balance carried forward		<u>(3,027)</u>	<u>(6,374)</u>

The notes on pages 6 to 10 form part of these financial statements.

JOHN BROWN ARCHITECTURE LIMITED

BALANCE SHEET

31st DECEMBER 2002

	Note	2002 £	£	2001 £	£
Fixed Assets					
Tangible assets	5		13,056		29,495
Current Assets					
Stocks		20,000		—	
Debtors	6	<u>76,666</u>		<u>58,925</u>	
		96,666		58,925	
Creditors: Amounts Falling due Within One Year	7	<u>106,414</u>		<u>84,459</u>	
Net Current Liabilities			<u>(9,748)</u>		<u>(25,534)</u>
Total Assets Less Current Liabilities			3,308		3,961
Creditors: Amounts Falling due after More than One Year	8		<u>6,333</u>		<u>10,333</u>
			<u>(3,025)</u>		<u>(6,372)</u>

The Balance sheet continues on the following page.
The notes on pages 6 to 10 form part of these financial statements.

JOHN BROWN ARCHITECTURE LIMITED

BALANCE SHEET *(continued)*

31st DECEMBER 2002

	Note	2002 £	2001 £
Capital and Reserves			
Called-up equity share capital	10	2	2
Profit and loss account		<u>(3,027)</u>	<u>(6,374)</u>
Deficiency		<u><u>(3,025)</u></u>	<u><u>(6,372)</u></u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

These financial statements were approved by the directors on the 11/09/03.. and are signed on their behalf by:

MR J K BROWN
Director



The notes on pages 6 to 10 form part of these financial statements.

JOHN BROWN ARCHITECTURE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st DECEMBER 2002

1. Accounting Policies

Basis of Accounting

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).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Fixed Assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Furniture & Equipment	-	15% and 25% Reducing balance
Motor Vehicles	-	25% Reducing balance
Computer Equipment	-	33% Reducing Balance

Work in Progress

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

Hire Purchase Agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Operating Lease Agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

JOHN BROWN ARCHITECTURE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st DECEMBER 2002

1. Accounting Policies *(continued)*

Deferred Taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

Provision is made for deferred tax that would arise on remittance of the retained earnings of overseas subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable;

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

2. Operating Profit

Operating profit is stated after charging:

	2002 £	2001 £
Depreciation	5,207	10,970
Loss on disposal of fixed assets	<u>1,238</u>	<u>-</u>

3. Directors' Emoluments

The directors' aggregate emoluments in respect of qualifying services were:

	2002 £	2001 £
Aggregate emoluments	<u>38,001</u>	<u>31,618</u>

4. Tax on Profit on Ordinary Activities

No provision has been made in respect of corporation tax as the company has sufficient losses brought forward to offset any current liability.

JOHN BROWN ARCHITECTURE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st DECEMBER 2002

5. Tangible Fixed Assets

	Furniture & Equipment £	Motor Vehicles £	Computer Equipment £	Total £
Cost				
At 1st January 2002	5,289	22,650	16,762	44,701
Additions	241	—	1,765	2,006
Disposals	—	(17,650)	—	(17,650)
At 31st December 2002	5,530	5,000	18,527	29,057
Depreciation				
At 1st January 2002	1,244	6,600	7,362	15,206
Charge for the year	819	703	3,685	5,207
On disposals	—	(4,412)	—	(4,412)
At 31st December 2002	2,063	2,891	11,047	16,001
Net Book Value				
At 31st December 2002	3,467	2,109	7,480	13,056
At 31st December 2001	4,045	16,050	9,400	29,495

Hire purchase agreements

Included within the net book value of £13,056 is £Nil (2001 - £13,238) relating to assets held under hire purchase agreements. The depreciation charged to the accounts in the year in respect of such assets amounted to £Nil (2001 - £4,413).

6. Debtors

	2002 £	2001 £
Trade debtors	76,546	58,805
Other debtors	120	120
	76,666	58,925

JOHN BROWN ARCHITECTURE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st DECEMBER 2002

7. Creditors: Amounts Falling due Within One Year

	2002 £	2001 £
Bank loans and overdrafts	36,293	16,270
Trade creditors	12,999	6,845
Other taxation and social security	17,772	17,994
Hire purchase agreements	4,000	4,000
Other creditors	35,350	39,350
	<u>106,414</u>	<u>84,459</u>

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2002 £	2001 £
Secured debt < 1 Yr: Obligations under hire purchase agreements	<u>—</u>	<u>4,000</u>

8. Creditors: Amounts Falling due after More than One Year

	2002 £	2001 £
Hire purchase agreements	<u>6,333</u>	<u>10,333</u>

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	2002 £	2001 £
Secured debt >1 Yr: Obligations under hire purchase agreements	<u>—</u>	<u>10,333</u>

9. Related Party Transactions

The company is controlled by Mr J K Brown and Mr D W Langmead, directors and equal shareholders of the company.

Amounts owing to the directors at 31st December 2002 totalled £33,000(2001:£38,000). This balance is disclosed within short term creditors.

JOHN BROWN ARCHITECTURE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st DECEMBER 2002

9. Related Party Transactions *(continued)*

In the Directors' opinion, the following undertakings are considered to be related parties of John Brown Architecture Limited. Mr D W Langmead is a director of all of the below and holds a minimum of 50% of the companies' issued share capital:-

Langmead Estates Limited
Brinkman Bros Limited
Natures Way Marketing Limited
Natures Way Foods Limited
Langmead Farms Limited
River Farms Limited

During the year ended 31st December 2002, the company received professional fees totalling £81,260 (2001 £96,082) from a number of the related parties above. The company paid rent to Langmead Estates Limited of £8,960 (2000 £6,720) and £nil (2000 £2,244) to Brinkman Bros Limited. All transactions were conducted on an arm's length basis.

10. Share Capital

Authorised share capital:

	2002 £	2001 £
2 Ordinary shares of £1 each	<u>2</u>	<u>2</u>

Allotted, called up and fully paid:

	2002 No	£	2001 No	£
Ordinary shares of £1 each	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>