

COMPANY REGISTRATION NUMBER 6249721

**THOMAS & THOMAS BUILDING CONTRACTORS  
LIMITED**

**UNAUDITED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**31 AUGUST 2011**



**TRIPP & CO**  
Chartered Accountants  
The Old Brewery  
Newtown  
Bradford on Avon  
Wiltshire  
BA15 1NF

**THOMAS & THOMAS BUILDING CONTRACTORS LIMITED**  
**OFFICERS AND PROFESSIONAL ADVISERS**

|                          |                                                                                                                |
|--------------------------|----------------------------------------------------------------------------------------------------------------|
| <b>The director</b>      | Mr T L G Medicott                                                                                              |
| <b>Company secretary</b> | Alison Cole                                                                                                    |
| <b>Registered office</b> | Southwood House<br>Southwood<br>Glastonbury<br>Somerset<br>BA6 8PG                                             |
| <b>Accountants</b>       | Tripp & Co<br>Chartered Accountants<br>The Old Brewery<br>Newtown<br>Bradford on Avon<br>Wiltshire<br>BA15 1NF |

# **THOMAS & THOMAS BUILDING CONTRACTORS LIMITED**

## **THE DIRECTOR'S REPORT**

**YEAR ENDED 31 AUGUST 2011**

The director presents his report and the unaudited financial statements of the company for the year ended 31 August 2011

### **PRINCIPAL ACTIVITIES**

The principal activity of the company during the year was that of building contractors

### **DIRECTOR**

The director who served the company during the year was as follows

Mr T L G Medlicott

### **SMALL COMPANY PROVISIONS**

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

Registered office  
Southwood House  
Southwood  
Glastonbury  
Somerset  
BA6 8PG

Signed by



MR T L G MEDLICOTT  
Director

Approved by the director on 27-6-12

# **THOMAS & THOMAS BUILDING CONTRACTORS LIMITED**

## **CHARTERED ACCOUNTANTS' REPORT TO THE DIRECTOR ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF THOMAS & THOMAS BUILDING CONTRACTORS LIMITED**

**YEAR ENDED 31 AUGUST 2011**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Thomas & Thomas Building Contractors Limited for the year ended 31 August 2011 as set out on pages 4 to 13 from the company's accounting records and from information and explanations you have given us

As a practising member firm of The Institute of Chartered Accountants in England and Wales, we are subject to its ethical and other professional requirements which are detailed at [www.icaew.com](http://www.icaew.com)

This report is made solely to the director of Thomas & Thomas Building Contractors Limited, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of Thomas & Thomas Building Contractors Limited and to state those matters that we have agreed to state to the director in this report in accordance with the requirements of The Institute of Chartered Accountants in England and Wales as detailed at [www.icaew.com](http://www.icaew.com). To the fullest extent possible permitted by law, we do not accept or assume responsibility to anyone other than Thomas & Thomas Building Contractors Limited and its director for our work or for this report.

It is your duty to ensure that Thomas & Thomas Building Contractors Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit or loss of Thomas & Thomas Building Contractors Limited. You consider that Thomas & Thomas Building Contractors Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Thomas & Thomas Building Contractors Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

*Tripp & Co*

TRIPP & CO  
Chartered Accountants

The Old Brewery  
Newtown  
Bradford on Avon  
Wiltshire  
BA15 1NF

27-6-12

# THOMAS & THOMAS BUILDING CONTRACTORS LIMITED

## PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 AUGUST 2011

|                                                                 | Note     | 2011<br>£              | 2010<br>£            |
|-----------------------------------------------------------------|----------|------------------------|----------------------|
| <b>TURNOVER</b>                                                 |          | <b>432,464</b>         | <b>608,942</b>       |
| Cost of sales                                                   |          | <u>(407,342)</u>       | <u>(470,527)</u>     |
| <b>GROSS PROFIT</b>                                             |          | <b>25,122</b>          | <b>138,415</b>       |
| Administrative expenses                                         |          | <u>(58,278)</u>        | <u>(40,668)</u>      |
| <b>OPERATING (LOSS)/PROFIT</b>                                  | <b>2</b> | <b>(33,156)</b>        | <b>97,747</b>        |
| Interest payable and similar charges                            |          | <u>(376)</u>           | <u>(546)</u>         |
| <b>(LOSS)/PROFIT ON ORDINARY ACTIVITIES<br/>BEFORE TAXATION</b> |          | <b>(33,532)</b>        | <b>97,201</b>        |
| Tax on (loss)/profit on ordinary activities                     | <b>4</b> | <b>6,991</b>           | <b>(20,497)</b>      |
| <b>(LOSS)/PROFIT FOR THE FINANCIAL YEAR</b>                     |          | <b><u>(26,541)</u></b> | <b><u>76,704</u></b> |

The notes on pages 7 to 13 form part of these financial statements

# THOMAS & THOMAS BUILDING CONTRACTORS LIMITED

## BALANCE SHEET

31 AUGUST 2011

|                                                                | Note | 2011<br>£ | £        | 2010<br>£ | £        |
|----------------------------------------------------------------|------|-----------|----------|-----------|----------|
| <b>FIXED ASSETS</b>                                            |      |           |          |           |          |
| Tangible assets                                                | 6    |           | 18,885   |           | 20,269   |
| <b>CURRENT ASSETS</b>                                          |      |           |          |           |          |
| Stocks                                                         |      | 2,400     |          | 2,500     |          |
| Debtors                                                        | 7    | 94,199    |          | 99,341    |          |
| Cash at bank                                                   |      | —         |          | 23,831    |          |
|                                                                |      | 96,599    |          | 125,672   |          |
| <b>CREDITORS: Amounts falling due within one year</b>          | 8    | (111,176) |          | (85,356)  |          |
| <b>NET CURRENT (LIABILITIES)/ASSETS</b>                        |      |           | (14,577) |           | 40,316   |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>                   |      |           | 4,308    |           | 60,585   |
| <b>CREDITORS: Amounts falling due after more than one year</b> | 9    |           | (9,512)  |           | (13,370) |
| <b>PROVISIONS FOR LIABILITIES</b>                              |      |           |          |           |          |
| Deferred taxation                                              | 10   |           | (1,292)  |           | (440)    |
| Other provisions                                               | 11   |           | (1,000)  |           | (3,730)  |
|                                                                |      |           | (7,496)  |           | 43,045   |
| <b>CAPITAL AND RESERVES</b>                                    |      |           |          |           |          |
| Called-up equity share capital                                 | 13   |           | 100      |           | 100      |
| Profit and loss account                                        | 14   |           | (7,596)  |           | 42,945   |
| <b>(DEFICIT)/SHAREHOLDERS' FUNDS</b>                           |      |           | (7,496)  |           | 43,045   |

The Balance sheet continues on the following page  
The notes on pages 7 to 13 form part of these financial statements

# THOMAS & THOMAS BUILDING CONTRACTORS LIMITED

## BALANCE SHEET *(continued)*

31 AUGUST 2011

The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the year by virtue of section 477, and that no member or members have requested an audit pursuant to section 476 of the Act

The director acknowledges his responsibility for

- (i) ensuring that the company keeps adequate accounting records which comply with section 386 of the Act, and
- (ii) preparing financial statements 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 393, 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 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

These financial statements were approved and signed by the director and authorised for issue on

27-9-12



MR T L G MEDLICOTT  
Director

Company Registration Number 6249721

The notes on pages 7 to 13 form part of these financial statements

# **THOMAS & THOMAS BUILDING CONTRACTORS LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 AUGUST 2011**

### **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 April 2008)

#### **Turnover**

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion

#### **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

|                   |                        |
|-------------------|------------------------|
| Plant & Machinery | - 33% straight line    |
| Motor Vehicles    | - 33% reducing balance |

#### **Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

#### **Finance lease agreements**

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included within creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account on a straight line basis, and the capital element which reduces the outstanding obligation for future instalments

#### **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

# THOMAS & THOMAS BUILDING CONTRACTORS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2011

### 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 exception that 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 substantially enacted at the balance sheet date

#### Going concern

The company had net current liabilities of £14,577 at 31 August 2011. The company also had a deficit on shareholder funds of £7,496. As such the company has reached a stage where cashflow has to be managed carefully to ensure that all debts can be paid as they fall due.

The director has prepared the financial statements on the going concern basis on the understanding that the company will trade profitably in future, and on the basis that the company will continue to receive the financial support it requires from himself, the company bankers, and the company's suppliers to enable the company to settle its debts as they fall due, for the foreseeable future.

### 2. OPERATING (LOSS)/PROFIT

Operating (loss)/profit is stated after charging

|                                                            | 2011  | 2010  |
|------------------------------------------------------------|-------|-------|
|                                                            | £     | £     |
| Depreciation of owned fixed assets                         | 2,382 | 2,508 |
| Depreciation of assets held under finance lease agreements | 5,152 | 5,922 |
| Loss on disposal of fixed assets                           | —     | 84    |

### 3. DIRECTOR'S REMUNERATION

The director's aggregate remuneration in respect of qualifying services were

|                        | 2011  | 2010  |
|------------------------|-------|-------|
|                        | £     | £     |
| Aggregate remuneration | 9,827 | 9,212 |

# THOMAS & THOMAS BUILDING CONTRACTORS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2011

### 4. TAXATION ON ORDINARY ACTIVITIES

#### Analysis of charge in the year

|                                                          | 2011<br>£      | 2010<br>£     |
|----------------------------------------------------------|----------------|---------------|
| Current tax                                              |                |               |
| In respect of the year                                   |                |               |
| UK Corporation tax based on the results for the year     | <u>(7,843)</u> | <u>20,204</u> |
| Total current tax                                        | <u>(7,843)</u> | <u>20,204</u> |
| Deferred tax                                             |                |               |
| Origination and reversal of timing differences (note 10) |                |               |
| Capital allowances                                       | <u>852</u>     | <u>293</u>    |
| Tax on (loss)/profit on ordinary activities              | <u>(6,991)</u> | <u>20,497</u> |

### 5 DIVIDENDS

#### Equity dividends

|                                     | 2011<br>£     | 2010<br>£     |
|-------------------------------------|---------------|---------------|
| Paid during the year                |               |               |
| Equity dividends on ordinary shares | <u>24,000</u> | <u>37,000</u> |

Dividends paid in the year amounting to £7,596 were illegal because they were paid at a time when the company no longer had distributable reserves from which dividends could be declared. As a result, these dividends may be repayable by the shareholder to whom they were paid.

# THOMAS & THOMAS BUILDING CONTRACTORS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2011

### 6 TANGIBLE FIXED ASSETS

|                          | Plant &<br>Machinery<br>£ | Motor<br>Vehicles<br>£ | Total<br>£    |
|--------------------------|---------------------------|------------------------|---------------|
| <b>COST</b>              |                           |                        |               |
| At 1 September 2010      | 709                       | 30,808                 | 31,517        |
| Additions                | —                         | 6,150                  | 6,150         |
| <b>At 31 August 2011</b> | <b>709</b>                | <b>36,958</b>          | <b>37,667</b> |
| <b>DEPRECIATION</b>      |                           |                        |               |
| At 1 September 2010      | 709                       | 10,539                 | 11,248        |
| Charge for the year      | —                         | 7,534                  | 7,534         |
| <b>At 31 August 2011</b> | <b>709</b>                | <b>18,073</b>          | <b>18,782</b> |
| <b>NET BOOK VALUE</b>    |                           |                        |               |
| <b>At 31 August 2011</b> | <b>—</b>                  | <b>18,885</b>          | <b>18,885</b> |
| At 31 August 2010        | —                         | 20,269                 | 20,269        |

#### Finance lease agreements

Included within the net book value of £18,885 is £10,460 (2010 - £15,611) relating to assets held under finance lease agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £5,152 (2010 - £5,922).

### 7 DEBTORS

|                            | 2011<br>£     | 2010<br>£     |
|----------------------------|---------------|---------------|
| Trade debtors              | 70,748        | 98,603        |
| Directors current accounts | 2,407         | —             |
| Corporation tax repayable  | 7,843         | —             |
| VAT recoverable            | 9,102         | —             |
| Other debtors              | 4,099         | 738           |
|                            | <b>94,199</b> | <b>99,341</b> |

Included within trade debtors is £60,443 (2010 - £29,515) in respect of amounts recoverable on contracts.

# THOMAS & THOMAS BUILDING CONTRACTORS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2011

### 8 CREDITORS: Amounts falling due within one year

|                                    | 2011           | 2010          |
|------------------------------------|----------------|---------------|
|                                    | £              | £             |
| Overdrafts                         | 15,392         | —             |
| Trade creditors                    | 76,633         | 41,150        |
| Corporation tax                    | —              | 20,204        |
| Other taxation and social security | 5,221          | 12,948        |
| Finance lease agreements           | 3,858          | 3,858         |
| Other creditors                    | 10,072         | 7,196         |
|                                    | <u>111,176</u> | <u>85,356</u> |

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

|                          | 2011         | 2010         |
|--------------------------|--------------|--------------|
|                          | £            | £            |
| Finance lease agreements | <u>3,858</u> | <u>3,858</u> |

### 9. CREDITORS: Amounts falling due after more than one year

|                          | 2011         | 2010          |
|--------------------------|--------------|---------------|
|                          | £            | £             |
| Finance lease agreements | <u>9,512</u> | <u>13,370</u> |

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

|                          | 2011         | 2010          |
|--------------------------|--------------|---------------|
|                          | £            | £             |
| Finance lease agreements | <u>9,512</u> | <u>13,370</u> |

### 10. DEFERRED TAXATION

The movement in the deferred taxation provision during the year was

|                                                          | 2011         | 2010       |
|----------------------------------------------------------|--------------|------------|
|                                                          | £            | £          |
| Provision brought forward                                | 440          | 147        |
| Profit and loss account movement arising during the year | 852          | 293        |
| Provision carried forward                                | <u>1,292</u> | <u>440</u> |

# THOMAS & THOMAS BUILDING CONTRACTORS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2011

### 10. DEFERRED TAXATION *(continued)*

The provision for deferred taxation consists of the tax effect of timing differences in respect of

|                                                                 | 2011<br>£    | 2010<br>£  |
|-----------------------------------------------------------------|--------------|------------|
| Excess of taxation allowances over depreciation on fixed assets | <u>1,292</u> | <u>440</u> |
|                                                                 | <u>1,292</u> | <u>440</u> |

### 11. OTHER PROVISIONS

|                  | 2011<br>£    | 2010<br>£    |
|------------------|--------------|--------------|
| Other provisions | <u>1,000</u> | <u>3,730</u> |

The company provides for the estimated cost of remedial work required at each year end in respect of retentions and other sales that have already been recognised at the year end. The provision required has been reduced by £2,730 in the year by transfer to cost of sales.

### 12. RELATED PARTY TRANSACTIONS

The company was under the control of Mr T L G Medlicott throughout the year, being the only director and shareholder.

During the year, Mr T L G Medlicott maintained a current account with the company. The account was in credit at the start of the year but became overdrawn during the year. Total advances of £36,474 were made in the year and repayments of £34,067. At the year end the director owed the company £2,407 (2010: owed by the company to the director £1,070). The current account is interest free and repayable on demand.

During the year the company paid dividends of £24,000 (2010: £37,000) to Mr T L G Medlicott.

The company made sales of £4,100 (2010: £34,983) to Navitas Sustainable Heating Systems Limited in the year, at arms length prices. Mr T L G Medlicott is a director of this company and owns one third of its shares. Navitas Sustainable Heating Systems Limited owed the company £1,656 (2010: £18,737) at the year end.

During the year, the company also made sales of £7,231 (2010: £7,235) to Mr T L G Medlicott and his brother, Mr E Medlicott, in respect of a property jointly owned by them. The supplies concerned were provided at cost. Mr T L G Medlicott and Mr E Medlicott owed the company £Nil (2010: £7,235) at the year end.

# THOMAS & THOMAS BUILDING CONTRACTORS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2011

### 13. SHARE CAPITAL

Allotted, called up and fully paid:

|                                | 2011       |            | 2010       |            |
|--------------------------------|------------|------------|------------|------------|
|                                | No         | £          | No         | £          |
| 100 Ordinary shares of £1 each | <u>100</u> | <u>100</u> | <u>100</u> | <u>100</u> |

### 14. PROFIT AND LOSS ACCOUNT

|                                      | 2011            | 2010            |
|--------------------------------------|-----------------|-----------------|
|                                      | £               | £               |
| Balance brought forward              | 42,945          | 3,241           |
| (Loss)/profit for the financial year | (26,541)        | 76,704          |
| Equity dividends                     | <u>(24,000)</u> | <u>(37,000)</u> |
| Balance carried forward              | <u>(7,596)</u>  | <u>42,945</u>   |