

**Acre Industrial and Cleaning Services****Limited****Report and Abbreviated Financial Statements****Year Ended****30 June 2002**

# **Acre Industrial and Cleaning Services Limited**

## **Annual report and financial statements for the year ended 30 June 2002**

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### **Director**

J.W. Price

### **Secretary and registered office**

L.Price, Fulwood Estate, Moss Road, Houston, Renfrewshire PA6 7BJ

### **Company number**

117639

### **Auditors**

BDO Stoy Hayward, Ballantine House, 168 West George Street, Glasgow, G2 2PT

### **Banker**

Bank of Scotland, The Cross, Paisley PA1 1DB

### **Solicitors**

MSM, 51 Moss Street, Paisley PA1 1DS

**Acre Industrial and Cleaning Services Limited****Report of the independent auditors**

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**Independent auditors' report to Acre Industrial and Cleaning Services Limited under section 247B of the Companies Act 1985**

We have examined the abbreviated financial statements on pages 2 to 7 together with the financial statements of the company for the year ended 30 June 2002 prepared under section 226 of the Companies Act 1985.

*Respective responsibilities of directors and auditors*

The director is responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

*Basis of opinion*

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

*Opinion*

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985 and the abbreviated financial statements on pages 2 to 7 are properly prepared in accordance with those provisions.



**BDO STOY HAYWARD**  
Chartered Accountants  
and Registered Auditors  
Glasgow

16 January 2003

# Acre Industrial and Cleaning Services Limited

## Balance sheet at 30 June 2002

|                                                                | Note | 2002<br>£      | 2002<br>£      | 2001<br>£      | 2001<br>£      |
|----------------------------------------------------------------|------|----------------|----------------|----------------|----------------|
| <b>Fixed assets</b>                                            |      |                |                |                |                |
| Tangible assets                                                | 2    |                | 629,692        |                | 376,610        |
| Fixed asset investments                                        | 3    |                | 2,560          |                | 2,560          |
|                                                                |      |                | <u>632,252</u> |                | <u>379,170</u> |
| <b>Current assets</b>                                          |      |                |                |                |                |
| Debtors                                                        |      | 459,995        |                | 365,979        |                |
| Cash at bank and in hand                                       |      | 134,358        |                | 103,750        |                |
|                                                                |      | <u>594,353</u> |                | <u>469,729</u> |                |
| <b>Creditors: amounts falling due within one year</b>          | 4    | 426,704        |                | 285,421        |                |
| <b>Net current assets</b>                                      |      |                | <u>167,649</u> |                | <u>184,308</u> |
| <b>Total assets less current liabilities</b>                   |      |                | <u>799,901</u> |                | <u>563,478</u> |
| <b>Creditors: amounts falling due after more than one year</b> | 5    |                | 33,918         |                | 10,643         |
|                                                                |      |                | <u>765,983</u> |                | <u>552,835</u> |
| <b>Capital and reserves</b>                                    |      |                |                |                |                |
| Called up share capital                                        | 6    |                | 20,000         |                | 20,000         |
| Profit and loss account                                        |      |                | 745,983        |                | 532,835        |
| <b>Equity shareholders' funds</b>                              |      |                | <u>765,983</u> |                | <u>552,835</u> |

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the director on 16 January 2003.



J.W. Price  
Director

The notes on pages 3 to 7 form part of these financial statements.

# Acre Industrial and Cleaning Services Limited

## Notes forming part of the financial statements for the year ended 30 June 2002

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### 1 Accounting policies

The financial statements have been prepared under the historical cost convention.

The following principal accounting policies have been applied:

#### *Consolidated financial statements*

The company is exempt from the requirement to prepare consolidated financial statements by virtue of section 248 of the Companies Act 1985 as the group it heads qualifies as a small group. These financial statements therefore present information about the company as an individual undertaking and not about its group.

#### *Turnover*

Turnover represents the invoiced value of sales made during the year, excluding value added tax.

#### *Depreciation*

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, over its expected useful life. The annual depreciation rates are as follows:

|                        |                     |
|------------------------|---------------------|
| Leasehold improvements | - 10% straight line |
| Plant & equipment      | - 25% straight line |
| Motor vehicles         | - 25% straight line |
| Fixtures & fittings    | - 25% straight line |

#### *Investment properties*

In accordance with SSAP 19 investment properties are revalued annually to open market value and no depreciation is provided. The director considers that this accounting policy results in the financial statements giving a true and fair view. The effect of this departure from the Companies Act 1985 has not been quantified because it is impracticable and, in the opinion of the director, would be misleading.

The aggregate surplus or deficit arising on revaluation is transferred to the revaluation reserve except where a deficit is deemed to represent a permanent diminution in value, in which case it is charged to the profit and loss account.

## **Acre Industrial and Cleaning Services Limited**

### **Notes forming part of the financial statements for the year ended 30 June 2002 (*Continued*)**

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#### **1 Accounting policies (*continued*)**

##### *Deferred taxation*

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date, except that:

- deferred tax is not recognised on timing differences arising on revalued properties unless the company has entered into a binding sale agreement and is not proposing to take advantage of rollover relief; and
- the recognition of deferred tax assets is limited to the extent that the company anticipates making sufficient taxable profits in the future to absorb the reversal of the underlying timing differences.

Deferred tax balances arising from underlying timing differences in respect of tax allowances on industrial buildings are reversed if and when all conditions for retaining those allowances have been met.

Deferred tax balances are not discounted.

##### *Leased assets*

Where assets are financed by leasing agreements that give rights approximating to ownership (finance leases), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the lease term. The corresponding leasing commitments are shown as amounts payable to the lessor. Depreciation on the relevant assets is charged to the profit and loss account.

Lease payments are analysed between capital and interest components. The interest element of the payment is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding. The capital part reduces the amounts payable to the lessor.

All other leases are treated as operating leases. Their annual rentals are charged to the profit and loss account on a straight-line basis over the term of the lease.

##### *Pension costs*

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

## Acre Industrial and Cleaning Services Limited

### Notes forming part of the financial statements for the year ended 30 June 2002 (*Continued*)

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#### 2 Tangible fixed assets

|                       | Total<br>£  |
|-----------------------|-------------|
| <i>Cost</i>           |             |
| At 1 July 2001        | 1,120,363   |
| Additions             | 428,173     |
| Disposals             | (127,875)   |
|                       | <hr/>       |
| At 30 June 2002       | 1,420,661   |
|                       | <hr/>       |
| <i>Depreciation</i>   |             |
| At 1 July 2001        | 743,753     |
| Provided for the year | 165,516     |
| Disposals             | (118,300)   |
|                       | <hr/>       |
| At 30 June 2002       | 790,969     |
|                       | <hr/>       |
| <i>Net book value</i> |             |
| At 30 June 2002       | 629,692     |
|                       | <hr/> <hr/> |
| At 30 June 2001       | 376,610     |
|                       | <hr/> <hr/> |

## Acre Industrial and Cleaning Services Limited

### Notes forming part of the financial statements for the year ended 30 June 2002 (*Continued*)

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#### 3 Fixed asset investments

|                                  | Total<br>£   |
|----------------------------------|--------------|
| <i>Cost or valuation</i>         |              |
| At 1 July 2001 and 30 June 2002  | 2,560        |
| <i>Net book value</i>            |              |
| At 30 June 2001 and 30 June 2002 | <u>2,560</u> |

#### *Subsidiary undertakings*

The principal undertakings in which the company's interest at the year end is 20% or more are as follows:

|                     | Proportion of voting<br>rights and ordinary<br>share capital held |
|---------------------|-------------------------------------------------------------------|
| The Acreage Limited | 100%                                                              |

During its latest financial year The Acreage Limited made a profit / loss after tax of £nil (2001 - loss of £(1,555)) and at the end of the financial year the aggregate of its capital and reserves was £(423,895) (2001 - £(423,895)).

#### 4 Creditors: amounts falling due within one year

The bank overdraft which amounts to £77,947 as at 30 June 2002 (2001 - £13,815) is secured by a bond and floating charge over all of the company's assets in favour of The Bank of Scotland.

# Acre Industrial and Cleaning Services Limited

## Notes forming part of the financial statements for the year ended 30 June 2002 (*Continued*)

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### 5 Creditors: amounts falling due after more than one year

Hire purchase obligations totalling £74,701 (2001 - £22,437), including amounts falling due within one year of £40,783 (2001 - £11,794) are secured on the assets being purchased.

### 6 Share capital

|                             | 2002              | Authorised<br>2001 | Allotted, called up<br>and fully paid |                   |
|-----------------------------|-------------------|--------------------|---------------------------------------|-------------------|
|                             | £                 | £                  | 2002                                  | 2001              |
|                             |                   |                    | £                                     | £                 |
| <i>Equity share capital</i> |                   |                    |                                       |                   |
| Ordinary shares of £1 each  | 20,000            | 20,000             | 20,000                                | 20,000            |
|                             | <u>          </u> | <u>          </u>  | <u>          </u>                     | <u>          </u> |