

SC174690

J & D PIERCE (CONTRACTS) LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED

31 JULY 2002

JOHN KERR & COMPANY
CHARTERED ACCOUNTANTS



ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 JULY 2002

Page

1	Auditors Report
2	Balance Sheet
3 - 7	Notes forming part of the Abbreviated Financial Statements

Directors	James Pierce
	Derek Pierce
Secretary	James Pierce
Registered Office	Unit 14 Caledonia Road Glengarnock Ayrshire KA14 3DA
Registered Number	174690
Auditors	John Kerr & Company Chartered Accountants 32a Hamilton Street Saltcoats KA21 5DS

AUDITORS REPORT

1

To J & D Pierce (Contracts) Limited under Section 247B of the Companies Act 1985:

We have examined the abbreviated accounts set out on pages 2 to 8 together with the financial statements of the company for the year ended 31 July 2002 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts 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 accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

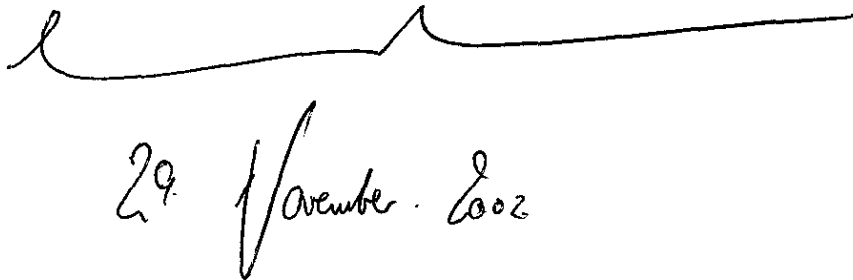
We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did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

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 8 are properly prepared in accordance with those provisions.

Registered Auditors

John Kerr & Company
Chartered Accountants
32a Hamilton Street
Saltcoats
KA21 5DS



29 November 2002

BALANCE SHEET
AS AT 31 JULY 2002

2

		<u>2002</u>	<u>2001</u>
	Notes	£	£
<u>Fixed Assets</u>			
Tangible Assets	7	1,632,769	1,135,126
<u>Current Assets</u>			
Stock and WIP	8	5,000	5,000
Debtors	9	1,625,408	1,095,935
Cash at Bank		173,403	512,010
		<u>1,803,811</u>	<u>1,612,945</u>
Creditors: Amounts falling due within one year	10	2,062,664	1,754,427
Net Current Liabilities		<u>(258,853)</u>	<u>(141,482)</u>
Total Assets Less Current Liabilities		1,373,916	993,644
Creditors: Amounts falling due after more than one year	11	(298,669)	(260,343)
Provision for Liabilities and charges	15	(114,412)	(82,791)
		<u>960,835</u>	<u>650,510</u>
<u>Capital and Reserves</u>			
Called up share capital	16	100,000	100,000
Profit and loss account		860,835	550,510
Shareholders funds		<u>960,835</u>	<u>650,510</u>

The abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium sized companies.

These abbreviated accounts were approved by the Board on 22nd November 2002.

J Pierce
Director

D Pierce
Director

The notes on pages 3 to 7 form part of the financial accounts.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2002

3

1 Accounting PoliciesAccounting convention

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

Turnover

Turnover represents sales of goods to external customers at invoiced amount less value added tax, solely to the United Kingdom market.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Buildings	2%	on cost
Plant & Machinery	10%	on reducing balance
Fittings & Equipment	20%	on reducing balance
Motor Vehicles	25%	on reducing balance

Stocks

Stock is valued at the lower of cost and net releasable value, after making due allowance for obsolete and slow moving items.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors there is reasonable probability that the liability will not arise in the foreseeable future.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter. The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2002 - (CONTINUED)

4

2 Tangible Fixed Assets

	<u>Buildings</u>	<u>Plant & Machinery</u>	<u>Fittings & Equipment</u>	<u>Motor Vehicles</u>	<u>Totals</u>
	£	£	£	£	£
<i><u>Cost & Valuation</u></i>					
As at 1 August 2001	257,100	933,067	42,809	280,880	1,513,856
Additions	122,211	411,522	25,445	130,407	689,585
Disposals	-	-	-	(93,642)	(93,642)
As at 31 July 2002	379,311	1,344,589	68,254	317,645	2,109,799
<i><u>Depreciation</u></i>					
As at 1 August 2001	10,460	219,026	17,957	131,287	378,730
Charge for Year	7,586	95,780	8,032	48,668	160,066
Eliminated on disposals	-	-	-	(61,764)	(61,764)
As at 31 July 2002	18,046	314,806	25,989	118,191	477,032
<i><u>Net Book Value</u></i>					
As at 31 July 2002	361,265	1,029,783	42,265	199,454	1,632,767
As at 31 July 2001	246,640	714,041	24,852	149,593	1,135,126

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2002

5

3 Tangible Fixed Assets - Continued

Cost or valuation at 31 July 2002 is represented by:

Fixed assets, included in the above, which are held under hire purchase or lease hire contracts are as follows:-

	<u>Plant & Machinery</u> £	<u>Motor Vehicles</u> £	<u>Total</u> £
<u>Cost</u>			
As at 1 August 2001	496,500	131,759	628,259
Additions	281,488	72,240	353,728
HP Agreement completed	-	(84,238)	(84,238)
As at 31 July 2002	777,988	119,761	897,749
<u>Depreciation</u>			
As at 1 August 2001	91,194	45,705	136,899
Charge for Year	58,118	27,179	85,297
HP Agreement Completed	-	(40,679)	(40,679)
As at 31 July 2002	149,312	32,205	181,517
<u>Net Book Value</u>			
As at 31 July 2002	628,676	87,556	716,232
As at 31 July 2001	405,306	86,054	491,360

4 Creditors: Amounts falling due after more than one year

	<u>2002</u> £	<u>2001</u> £
Bank Loans	40,081	38,922
Hire Purchase contracts	258,588	221,421
	<u>298,669</u>	<u>260,343</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2002

6

5 Loans and Overdrafts

An analysis of the maturity of loans and overdrafts is given below:-

	<u>2002</u> £	<u>2001</u> £
Amounts falling due within one year or on demand		
Bank overdrafts	208,846	-
Bank Loans	29,200	17,200
	<u>238,046</u>	<u>17,200</u>
Amounts falling due between one and two years		
Bank Loans	40,081	38,922
	<u>40,081</u>	<u>38,922</u>
Amounts falling due between two and five years		
Bank Loans	-	-
	<u>-</u>	<u>-</u>

6 Secured Debts

The following secured debts are included within creditors

	<u>2002</u> £	<u>2001</u> £
Bank overdrafts	208,846	-
Bank Loan	69,281	56,122
	<u>278,127</u>	<u>56,122</u>

The Royal Bank of Scotland hold a directors guarantee by James and Derek Pierce dated 10 February 1999 limited to £50,000, a bond and floating charge dated 29 January 1999 and a first standard security dated 7 July 1999 over units 13 - 14 and plots 13 - 16 Caledonia Road, Glengarnock.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2002

7

7 Called Up Share Capital

<u>Authorised Number</u>	<u>Class</u>	<u>Nominal Value</u>	<u>2002 £</u>	<u>2001 £</u>
250,000	Ordinary	£1	<u>250,000</u>	<u>250,000</u>
<u>Allocated issued and fully paid Number</u>	<u>Class</u>	<u>Nominal Value</u>	<u>2002 £</u>	<u>2001 £</u>
100,000	Ordinary	£1	<u>100,000</u>	<u>100,000</u>

8 Controlling Parties

The company was under the control of the directors, Mr James Pierce and Mr Derek Pierce throughout the period. At the year end their interest in the company's issued share capital was 60% and 40% respectively.