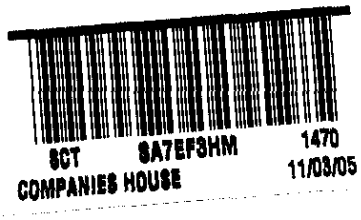
COMPANY REGISTRATION NUMBER 182467

# Wm. Anderson & Co. Limited

## Financial Statements

## 31 January 2005




**HONEYMAN FLEMING**
Chartered Accountants
The Counting House
Promenade
Leven
Fife KY8 4PJ

# Wm. Anderson & Co. Limited

## Officers and Professional Advisers

| | |
|---|---|
| **The Director** | John Rintoul |
| **Company Secretary** | James Rintoul |
| **Registered Office** | Taylor Stiles Building<br>Methilhaven Road<br>Leven<br>Fife<br>KY8 3LA |
| **Accountants** | Honeyman Fleming<br>Chartered Accountants<br>The Counting House<br>Promenade<br>Leven<br>Fife KY8 4PJ |

# Wm. Anderson & Co. Limited

## The Director's Report

## Year ended 31 January 2005

The director has pleasure in presenting his report and the unaudited financial statements of the company for the year ended 31 January 2005.

**Principal activities**
The principal activity of the company during the year was the provision of light engineering and engine refurbishment services.

**The director and his interests in the shares of the company**
The director who served the company during the year together with his beneficial interests in the shares of the company was as follows:

| | Ordinary Shares of £1 each | |
|---|---|---|
| | **At 31 January 2005** | At 1 February 2004 |
| John Rintoul | **2** | 2 |

**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:
Taylor Stiles Building
Methilhaven Road
Leven
Fife
KY8 3LA

Signed by order of the director

James Rintoul
Company Secretary

Approved by the director on 22 February 2005

# Wm. Anderson & Co. Limited

## Profit and Loss Account

## Year ended 31 January 2005

| | Note | 2005 £ | 2004 £ |
|---|---|---|---|
| **Turnover** | | **116,160** | 107,585 |
| Cost of sales | | **86,733** | 88,990 |
| **Gross profit** | | **29,427** | 18,595 |
| Administrative expenses | | **25,170** | 25,160 |
| **Operating profit/(loss)** | **2** | **4,257** | (6,565) |
| Interest payable and similar charges | | **1,271** | 1,863 |
| **Profit/(loss) on ordinary activities before taxation** | | **2,986** | (8,428) |
| Tax on profit/(loss) on ordinary activities | **3** | **(107)** | (1,537) |
| **Retained profit/(loss) for the financial year** | | **3,093** | (6,891) |
| Balance brought forward | | **47,471** | 54,364 |
| Balance carried forward | | **50,564** | 47,473 |

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

# Wm. Anderson & Co. Limited

## Balance Sheet

## 31 January 2005

| | Note | 2005 £ | £ | 2004 £ | £ |
|---|---|---|---|---|---|
| **Fixed assets** | | | | | |
| Tangible assets | 4 | | **60,914** | | 51,260 |
| **Current assets** | | | | | |
| Debtors | 5 | **4,289** | | 14,576 | |
| Cash at bank and in hand | | **14,243** | | 7,141 | |
| | | **18,532** | | 21,717 | |
| **Creditors: Amounts falling due within one year** | 6 | **16,857** | | 15,501 | |
| **Net current assets** | | | **1,675** | | 6,216 |
| **Total assets less current liabilities** | | | **62,589** | | 57,476 |
| **Creditors: Amounts falling due after more than one year** | 7 | | **10,365** | | 8,265 |
| | | | **52,224** | | 49,211 |
| **Provisions for liabilities and charges** | | | | | |
| Deferred taxation | 8 | | **1,658** | | 1,736 |
| | | | **50,566** | | 47,475 |

The Balance sheet continues on the following page.

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

## Balance Sheet *(continued)*

## 31 January 2005

| | Note | 2005 £ | 2004 £ |
|---|---|---|---|
| **Capital and reserves** | | | |
| Called-up equity share capital | 10 | 2 | 2 |
| Profit and loss account | | 50,564 | 47,473 |
| **Shareholder's funds** | | 50,566 | 47,475 |

The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements 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 director acknowledges his responsibility for:

(i) ensuring that the company keeps proper accounting records which comply with section 221 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 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 March 2000).

These financial statements were approved and signed by the director on 22 February 2005.

John Rintoul

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

## 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 March 2000).

### 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:

| | | |
|---|---|---|
| Freehold Property | - | 1% |
| Plant & Machinery | - | 15% |
| Motor Vehicles | - | 25% |
| Equipment | - | 25% |

### 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.

## 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;

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/(loss)

Operating profit/(loss) is stated after charging:

| | **2005** | 2004 |
|---|---|---|
| | **£** | £ |
| Director's emoluments | **–** | – |
| Staff pension contributions | **2,145** | 2,070 |
| Depreciation of owned fixed assets | **3,056** | 3,660 |
| Depreciation of assets held under hire purchase agreements | **4,236** | – |

## 3. Taxation on ordinary activities

| | 2005 £ | 2004 £ |
|---|---|---|
| Current tax: | | |
| In respect of the year: | | |
| UK Corporation tax based on the results for the year at –% (2004 - –%) | (29) | (1,656) |
| Total current tax | (29) | (1,656) |
| Deferred tax: | | |
| Origination and reversal of timing differences (note 8) | | |
| Capital allowances | (78) | 119 |
| Tax on profit/(loss) on ordinary activities | (107) | (1,537) |

## 4. Tangible fixed assets

| | Freehold Property £ | Plant & Machinery £ | Motor Vehicles £ | Equipment £ | Total £ |
|---|---|---|---|---|---|
| **Cost** | | | | | |
| At 1 February 2004 | 37,535 | 29,421 | 12,140 | 2,636 | 81,732 |
| Additions | – | – | 16,946 | – | 16,946 |
| **At 31 January 2005** | 37,535 | 29,421 | 29,086 | 2,636 | 98,678 |
| **Depreciation** | | | | | |
| At 1 February 2004 | 2,179 | 16,674 | 9,683 | 1,936 | 30,472 |
| Charge for the year | 354 | 1,912 | 4,851 | 175 | 7,292 |
| **At 31 January 2005** | 2,533 | 18,586 | 14,534 | 2,111 | 37,764 |
| **Net book value** | | | | | |
| **At 31 January 2005** | 35,002 | 10,835 | 14,552 | 525 | 60,914 |
| At 31 January 2004 | 35,356 | 12,747 | 2,457 | 700 | 51,260 |

**Hire purchase agreements**
Included within the net book value of £60,914 is £12,710 (2004 - £Nil) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £4,236 (2004 - £Nil).

## 5. Debtors

| | 2005 | 2004 |
|---|---|---|
| | £ | £ |
| Trade debtors | **4,289** | 12,920 |
| Corporation tax repayable | **–** | 1,656 |
| | **4,289** | 14,576 |

## 6. Creditors: Amounts falling due within one year

| | 2005 | | 2004 | |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Bank loans and overdrafts | | **4,609** | | 4,610 |
| Trade creditors | | **2,603** | | 4,021 |
| Other creditors including taxation and social security: | | | | |
| PAYE and social security | **720** | | 1,508 | |
| VAT | **2,328** | | 3,570 | |
| Hire purchase agreements | **5,100** | | – | |
| Other creditors | **125** | | – | |
| Accruals and deferred income | **1,372** | | 1,792 | |
| | | **9,645** | | 6,870 |
| | | **16,857** | | 15,501 |

## 7. Creditors: Amounts falling due after more than one year

| | 2005 | | 2004 | |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Bank loans and overdrafts | | **4,415** | | 8,265 |
| Hire purchase agreements | | **5,950** | | – |
| | | **10,365** | | 8,265 |

## 8. Deferred taxation

The movement in the deferred taxation provision during the year was:

| | 2005 | 2004 |
|---|---|---|
| | £ | £ |
| Provision brought forward | **1,736** | 1,617 |
| Profit and loss account movement arising during the year | **(78)** | 119 |
| Provision carried forward | **1,658** | 1,736 |

## 8. Deferred taxation *(continued)*

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

| | 2005 £ | 2004 £ |
|---|---|---|
| Excess of taxation allowances over depreciation on fixed assets | **1,658** | 1,736 |
| | **1,658** | 1,736 |

## 9. Related party transactions

During the year the Company carried out the following transactions, in the normal course of business, and had the following year end balances with the following related businesses:

| | Sales £ | Purchases £ | Creditor as at 31/01/05 £ | Debtor as at 31/01/05 £ |
|---|---|---|---|---|
| Fife Contract Engineers | 5,506 | 1,348 | 286 | 313 |
| FCE Materials Handling Limited | NIL | 227 | 87 | NIL |
| Hydraulic Pneumatic Power Services Limited | NIL | NIL | NIL | NIL |
| Lothian Projects 2000 Limited | NIL | NIL | NIL | NIL |

## 10. Share capital

**Authorised share capital:**

| | 2005 £ | 2004 £ |
|---|---|---|
| 1,000 Ordinary shares of £1 each | **1,000** | 1,000 |

**Allotted, called up and fully paid:**

| | 2005 No | 2005 £ | 2004 No | 2004 £ |
|---|---|---|---|---|
| Ordinary shares of £1 each | **2** | **2** | 2 | 2 |