

261908

JOHN PORTER (NEWCASTLE) LIMITED

STATEMENT OF ACCOUNTS

FOR THE YEAR ENDED

28TH FEBRUARY 1998



STEPHENSON ARMSTRONG & CO.,  
CHARTERED ACCOUNTANTS,  
70 JESMOND ROAD WEST,  
NEWCASTLE UPON TYNE,  
NE2 4QD.

JOHN PORTER (NEWCASTLE) LIMITED

COMPANY INFORMATION

Directors:

J.B. Porter (Chairman)  
F. Anderson (Resigned 5th March 1997)  
Mrs. V. Porter  
M.B. Anderson  
T.J. Porter (Appointed 1st July 1997)

Secretary:

Mrs. V. Porter

Registered Office:

St. Lawrence Road,  
Newcastle upon Tyne,  
NE6 2HP.

Company Number:

261908

Auditors:

Stephenson Armstrong & Co.,  
Chartered Accountants,  
70 Jesmond Road West,  
Newcastle upon Tyne,  
NE2 4QD.

AUDITORS' REPORT  
TO JOHN PORTER (NEWCASTLE) LIMITED  
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 6 to 12, together with the financial statements of the Company for the year ended 28th February 1998 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 246(6) of the Act to the Registrar of Companies and whether the accounts delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

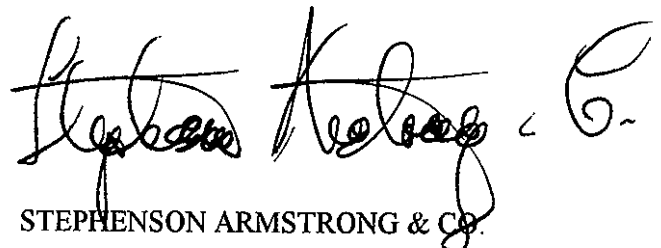
We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the Company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did 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 6 to 12 are properly prepared in accordance with those provisions.

70 Jesmond Road West,  
Newcastle upon Tyne,  
NE2 4QD.

14th July 1998.

  
STEPHENSON ARMSTRONG & CO.

Chartered Accountants  
and Registered Auditors

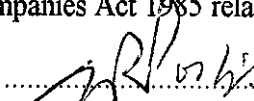

JOHN PORTER (NEWCASTLE) LIMITED

BALANCE SHEET  
AT 28TH FEBRUARY 1998

	<u>Note</u>	<u>1998</u> £	<u>1997</u> £
<b>FIXED ASSETS</b>			
Tangible Assets	9	<u>328,222</u>	<u>342,646</u>
<b>CURRENT ASSETS</b>			
Stocks	10	166,663	178,906
Debtors	11	399,940	414,828
Cash at Bank and in Hand		<u>1,817</u>	<u>2,696</u>
		568,420	596,430
<b>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>			
Trade Creditors		216,999	223,298
Other Creditors	12	<u>295,573</u>	<u>346,482</u>
		512,572	569,780
<b>NET CURRENT ASSETS</b>			
		<u>55,848</u>	<u>26,650</u>
<b>DEFERRED ASSET</b>			
Advance Corporation Tax		<u>620</u>	<u>-</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			
		384,690	369,296
<b>CREDITORS: AMOUNTS FALLING DUE AFTER ONE YEAR</b>			
	13	<u>11,513</u>	<u>18,655</u>
<b>TOTAL NET ASSETS</b>			
		£373,177	£350,641
<b>CAPITAL AND RESERVES</b>			
<b>CALLED UP SHARE CAPITAL</b>			
	14	<u>31,000</u>	<u>31,000</u>
<b>RESERVES</b>			
Capital Reserve		157,782	157,782
Profit and Loss Account	15	<u>184,395</u>	<u>161,859</u>
<b>SHAREHOLDERS' FUNDS</b>			
	16	£373,177	£350,641
Approved by the Board of Directors			
J.B. PORTER			
M.B. ANDERSON			

14th July 1998.

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


 .....(J.B.PORTER) Director
 
 .....(M.B.ANDERSON) Director

The Notes on pages 7 to 12 form part of these accounts.

JOHN PORTER (NEWCASTLE) LIMITED

NOTES TO THE ACCOUNTS

YEAR ENDED 28TH FEBRUARY 1998

1. ACCOUNTING POLICIES

(a) Convention

The accounts have been prepared in accordance with the historical cost convention. The principal accounting policies which the Directors have adopted within that convention are set out below.

(b) Depreciation

Depreciation is provided in equal amounts each year in order to write off the cost of fixed assets over their anticipated useful lives.

Estimated useful lives are:

Plant and Machinery	10 Years
Motor Vehicles	8 Years
Furniture and Equipment	10 Years

No depreciation is provided in respect of freehold land and buildings. Depreciation is calculated on the net cost of fixed assets after the deduction of any regional development grants in the accounting year in which they are received.

(c) Stocks and Work in Progress

Stocks and Work in Progress are stated at the lower cost and net realisable value.

In establishing cost, stocks and work in progress at the end of the year are taken to represent latest purchases or production. On this basis, cost comprises:

Raw Materials	Purchase Price
Work in Progress and Finished Goods	Raw Materials, direct labour and attributable overheads.

Net realisable value is based on estimated selling price after taking into account all further costs expected to be incurred on completion and disposal.

JOHN PORTER (NEWCASTLE) LIMITED

NOTES TO THE ACCOUNTS

YEAR ENDED 28TH FEBRUARY 1998

(Continued)

1. ACCOUNTING POLICIES (Continued)

(d) Taxation

The charge for taxation is based on the profit for the year at the Small Companies Corporation Tax Rate.

(e) Pensions

The Company operates a non-contributory pension scheme for the benefit of senior employees.

2. ANALYSIS OF TURNOVER

	<u>1998</u>	<u>1997</u>
	£	£
Export Sales	-	15,638
Sales in the United Kingdom	<u>1,721,615</u>	<u>1,678,056</u>
	£1,721,615	£1,693,694

3. OPERATING PROFIT/(LOSS)

Operating Profit/(Loss) is arrived at after charging:

Depreciation	29,437	21,441
Net Loss on Disposal of Fixed Assets	114	-
Auditors' Remuneration	<u>3,841</u>	<u>2,877</u>
	£33,392	£24,318

4. INTEREST PAYABLE

Bank Interest	18,818	17,693
Hire Purchase	2,219	1,599
Interest Received on Corporation Tax Refund	<u>(461)</u>	<u>-</u>
	£20,576	£19,292

JOHN PORTER (NEWCASTLE) LIMITED

NOTES TO THE ACCOUNTS

YEAR ENDED 28TH FEBRUARY 1998

(Continued)

5. EMPLOYEES

Average number of people (including Executive Directors)  
employed by the Company during the year:

Number of Employees

	<u>1998</u>	<u>1997</u>
Monthly	10	11
Weekly	45	53
	—	—
Costs in respect of these employees:	£	£
Wages and Salaries	657,799	717,799
Social Security Costs	59,022	61,178
Pension Costs	<u>32,071</u>	<u>14,547</u>
	<u>£748,892</u>	<u>£793,524</u>

6. DIRECTORS

Directors' Emoluments:

Management Remuneration	£97,168	£80,780
	—	—

7. TAX ON PROFIT ON ORDINARY ACTIVITIES

Charge for taxation based on the profit for the year:

Corporation Tax	-	-
Corporation Tax Refundable	-	<u>(12,367)</u>
	£ -	<u>£(12,367)</u>

8. DIVIDEND

Proposed Ordinary Dividend of 10p per Share - Gross, 8p Net	£2,480	£ -
	—	—

**JOHN PORTER (NEWCASTLE) LIMITED**

**NOTES TO THE ACCOUNTS**

**YEAR ENDED 28TH FEBRUARY 1998**

(Continued)

**9. TANGIBLE ASSETS**

	<u>Freehold Land and Buildings</u> £	<u>Plant and Machinery</u> £	<u>Motor Vehicles</u> £	<u>Furniture and Equipment</u> £	<u>Total</u> £
Cost/Valuation					
As at 1st March 1997	200,000	182,778	89,605	52,904	525,287
Additions	-	2,000	13,777	-	15,777
Disposals	-	(1,492)	(7,631)	(17,915)	(27,038)
At 28th February 1998	200,000	183,286	95,751	34,989	514,026
Depreciation					
At 1st March 1997	-	108,065	44,721	29,855	182,641
Charge for the Year	-	10,767	12,807	5,863	29,437
Disposals	-	(1,492)	(6,867)	(17,915)	(26,274)
At 28th February 1998	-	117,340	50,661	17,803	185,804
Net Book Values					
At 28th February 1998	200,000	65,946	45,090	17,186	328,222
At 28th February 1997	200,000	74,713	44,884	23,049	342,646

**10. STOCKS**

	<u>1998</u> £	<u>1997</u> £
Raw Materials	46,318	90,761
Work in Progress and Finished Goods	<u>120,345</u>	<u>88,145</u>
	£166,663	£178,906

**11. DEBTORS**

Trade Debtors	383,786	390,058
Other Debtors	6,298	16,786
Prepayments and Accrued Income	<u>9,856</u>	<u>7,984</u>
	£399,940	£414,828



JOHN PORTER (NEWCASTLE) LIMITED

NOTES TO THE ACCOUNTS

YEAR ENDED 28TH FEBRUARY 1998

(Continued)

12. OTHER CREDITORS	<u>1998</u>	<u>1997</u>
	£	£
Net Dividend	2,480	-
Advance Corporation Tax	620	-
Corporation Tax	-	-
Other Taxes and Social Security	15,982	15,659
Accruals and Deferred Income	31,201	45,214
Bank Overdraft	183,332	230,275
Hire Purchase Company	19,162	14,361
Value Added Tax	<u>42,796</u>	<u>40,973</u>
	<u>£295,573</u>	<u>£346,482</u>

The Bank overdraft is secured by a fixed charge on the freehold property of the Company, and by a fixed and floating charge on the other assets of the Company.

13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

Hire Purchase Company	<u>£11,513</u>	<u>£18,655</u>
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14. CALLED UP SHARE CAPITAL

Authorised		
Ordinary Shares of £1 each	<u>40,000</u>	<u>40,000</u>
Allotted, issued and fully paid		
Ordinary Shares of £1 each	<u>31,000</u>	<u>31,000</u>

JOHN PORTER (NEWCASTLE) LIMITED

NOTES TO THE ACCOUNTS

YEAR ENDED 28TH FEBRUARY 1998

(Continued)

	<u>1998</u>	<u>1997</u>
	£	£
<b>15. PROFIT AND LOSS ACCOUNT</b>		
At 1st March 1997	161,859	251,992
Retained Profit/(Loss) for the Year	22,536	(90,133)
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At 28th February 1998	£184,395	£161,859
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<b>16. RECONCILIATION OF MOVEMENTS ON SHAREHOLDERS' FUNDS</b>		
Opening Shareholders' Funds At 1st March 1997	350,641	440,774
Profit/(Loss) for the Financial Year after Taxation	25,016	(90,133)
Dividend	(2,480)	-
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Closing Shareholders' Funds At 28th February 1998	£373,177	£350,641
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