

Company Number 1726521

Doors and Windows Limited

Annual Report

Year Ended 31 March 1998



Doors and Windows Limited

Annual Report

Year Ended 31 March 1998

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Doors and Windows Limited

Directors' Report

The directors submit their report and the audited financial statements for the year ended 31 March 1998.

Results

The trading profit for the year after tax was £142,508.

Principal Activity

The company's principal activity during the year was the manufacture and supply of doors, windows and ancillary glazing.

Directors

The directors who served during the year and their interests in the shares of the company throughout were as follows:

	Ordinary Shares of £1 Each	
	1998	1997
J G Horwell	5	51
Mrs M Horwell	5	49
J G & Mrs M Horwell	90	-

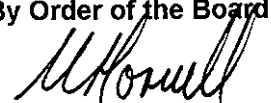
Mr J Horwell & Mrs M Horwell transferred their shares on 12 March 1998. The transferred shares are held jointly by Mr J & Mrs M Horwell.

Auditors

In accordance with Sections 379A and 386 Companies Act 1985, the company has elected to dispense with the obligation to appoint auditors annually. Accordingly the auditors, Francis Clark, Chartered Accountants, remain in office in accordance with the above Sections.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By Order of the Board


M HORWELL
Secretary

Doors and Windows Limited

Statement of Directors' Responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Doors and Windows Limited

Auditors' Report to the Members

We have audited the financial statements on page 4 to 9.

Respective responsibilities of directors and auditors

As described on page 2 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 1998 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.

Francis Clark
Chartered Accountants
31 Houndiscombe Road
PLYMOUTH

2 December 1998

Francis Clark
Registered Auditors

Doors and Windows Limited

Profit and Loss Account

Year Ended 31 March 1998

	Notes	1998 £	1997 £
Turnover		693,649	618,185
Cost of sales		324,755	296,979
Gross profit		368,894	321,206
Distribution costs		7,430	5,904
Administrative expenses		197,058	186,595
Operating profit		164,406	128,707
Other non trading income		18,559	10,569
Profit on ordinary activities before taxation	2	182,965	139,276
Taxation on profit on ordinary activities	3	40,457	32,969
Profit for the financial year		142,508	106,307
Ordinary dividend		75,000	-
Retained profit transferred to reserves	9	67,508	106,307

Movements on reserves are set out in note 9 on page 9.

The company has no recognised gains or losses other than the profit for the year.

The company's results derive from continuing activities.

Doors and Windows Limited

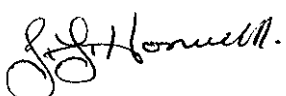
Balance Sheet

31 March 1998

	Notes	1998 £	1997 £
Fixed assets			
Tangible assets	4	<u>154,741</u>	<u>161,781</u>
Current assets			
Stocks and work in progress	5	21,907	26,878
Debtors	6	36,011	30,988
Cash at bank and in hand		<u>418,207</u>	<u>319,830</u>
		476,125	377,696
Creditors - Amounts falling due within one year	7	<u>143,636</u>	<u>119,755</u>
Net current assets		<u>332,489</u>	<u>257,941</u>
Total assets less current liabilities		<u>487,230</u>	<u>419,722</u>
Capital and reserves			
Called up share capital	8	100	100
Profit and loss account	9	<u>487,130</u>	<u>419,622</u>
Shareholders' funds	9	<u>487,230</u>	<u>419,722</u>

The financial statements have been prepared in accordance with the special provisions relating to small companies Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities.

Approved by the Board on 30 November 1998 and signed on its behalf by

J HORWELL  Director

Doors and Windows Limited

Notes and Accounting Policies

Year Ended 31 March 1998

1 Accounting Policies

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards. The following principal accounting policies have been applied:

(a) **Turnover**
Turnover represents sales at invoice value less trade discounts allowed and excluding value added tax.

(b) **Tangible fixed assets and depreciation**
Tangible assets other than freehold land are depreciated over their estimated useful lives, at the following rates:

Freehold property	Nil
Plant and equipment	20% on written down value
Fixtures and fittings	15% on written down value
Motor vehicles	25% on written down value
Office equipment	15% on written down value

No depreciation is provided on freehold property. It is the company's policy to maintain its buildings in such condition that the value is not impaired by the passage of time. Such expenditure is charged to profits in the year in which it is committed. As a consequence any element of depreciation would, in the opinion of the directors, be immaterial and no provision has been made.

(c) **Stocks**
Stock is stated at the lower of cost and net realisable value.

(d) **Work in progress**
Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

(e) **Deferred taxation**
Provision is made for deferred tax, using the liability method, to the extent that it is probable that a liability will crystallise in the foreseeable future.

(f) **Pension costs**
Retirement benefits for directors and certain employees are provided by money-purchase schemes which are funded by contributions from the company. Contributions are charged against profits of the year in which they are paid.

Doors and Windows Limited

Notes and Accounting Policies

Year Ended 31 March 1998

2 Profit on Ordinary Activities Before Taxation

	1998 £	1997 £
The profit on ordinary activities before taxation is after charging:		
Directors' emoluments	48,843	52,026
Auditors' remuneration	1,850	1,750
Depreciation written off tangible fixed assets	3,374	5,486
Profit on disposal of tangible fixed assets	(3,584)	-
	<u>48,843</u>	<u>52,026</u>

3 Taxation

	1998 £	1997 £
The taxation charge based on the results for the year is made up as follows:		
UK Corporation tax	40,457	32,969
	<u>40,457</u>	<u>32,969</u>

4 Fixed Assets - Tangible

	Freehold Buildings	Motor Vehicles	Plant & Equipment	Fixtures & Fittings	Office Equipment	Total
	£	£	£	£	£	
Cost						
At 1 April 1997	141,306	48,112	29,170	3,639	6,438	228,665
Disposals	-	(27,462)	-	-	-	(27,462)
At 31 March 1998	<u>141,306</u>	<u>20,650</u>	<u>29,170</u>	<u>3,639</u>	<u>6,438</u>	<u>201,203</u>
Depreciation						
At 1 April 1997	-	39,851	21,310	2,098	3,625	66,884
Charge for year	-	1,149	1,572	231	422	3,374
Disposals	-	(23,796)	-	-	-	(23,796)
At 31 March 1998	<u>-</u>	<u>17,204</u>	<u>22,882</u>	<u>2,329</u>	<u>4,047</u>	<u>46,462</u>
Net book amounts						
At 31 March 1998	<u>141,306</u>	<u>3,446</u>	<u>6,288</u>	<u>1,310</u>	<u>2,391</u>	<u>154,741</u>
At 31 March 1997	<u>141,306</u>	<u>8,261</u>	<u>7,860</u>	<u>1,541</u>	<u>2,813</u>	<u>161,781</u>

Doors and Windows Limited

Notes and Accounting Policies

Year Ended 31 March 1998

	1998 £	1997 £
5 Stock		
Raw materials	18,240	22,953
Work in progress	3,667	3,925
	<u>21,907</u>	<u>26,878</u>
 6 Debtors		
Due within one year :		
Trade debtors	23,031	17,857
Prepayments and accrued income	480	631
	<u>23,511</u>	<u>18,488</u>
Due after more than one year:		
Advance corporation tax recoverable	12,500	12,500
	<u>36,011</u>	<u>30,988</u>
 7 Creditors		
Amounts falling due within one year:		
Trade creditors	26,238	17,212
Corporation tax payable	21,712	20,469
Advance corporation tax	12,500	12,500
Other taxation and social security	14,360	15,511
Proposed dividend	50,000	50,000
Directors' current accounts (note 10)	31	500
Accruals and Deferred income	18,795	3,563
	<u>143,636</u>	<u>119,755</u>
 8 Share Capital		
There was no change in share capital during the year.		
	Authorised	Allotted and fully paid
Ordinary shares of £1 each	<u>50,000</u>	<u>100</u>

Doors and Windows Limited

Notes and Accounting Policies

Year Ended 31 March 1998

9 Movement in Shareholders' Funds

	Share capital £	Profit and loss account £	1998 £	1997 £
At 1 April 1997	100	419,622	419,722	313,415
Retained profit	-	67,508	67,508	106,307
At 31 March 1998	100	487,130	487,230	419,722

10 Related Party Transactions

(a) Control

The company is under effective control of its directors.

(b) Directors Current Account

The following amounts were due by the company to the directors during the year:-

	At 1 April 1997 £	Maximum During Year £	At 31 March 1998 £
J Horwell	500	500	31

(c) Asset Disposal

The company sold a motor vehicle to J Horwell during the year at the market value of £7,250.