

**DIRECT BUILD LIMITED**

**COMPANY INFORMATION**

**DIRECTORS**

T J Steadman

**SECRETARY**

C Steadman

**REGISTERED OFFICE**

11 Fullwood Drive  
Golcar  
Huddersfield  
HD7 4JH

**COMPANY NUMBER**

3242022 - England & Wales

**AUDITORS**

Randal & Co  
Chartered Accountants  
Ashley House  
415 Halifax Road  
Brighouse HD6 2PD



**DIRECT BUILD LIMITED**  
**REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31<sup>st</sup> AUGUST 1998**

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# DIRECT BUILD LIMITED

## DIRECTOR'S REPORT

### THE DIRECTOR PRESENTS HIS REPORT AND THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31<sup>ST</sup> AUGUST 1998

#### PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The Principal activity of the Company continues to be that of Building Contractors

#### RESULTS AND DIVIDENDS

The profit for the year after tax and extraordinary items amounts to £9123. It is recommended that this amount be dealt with as follows:-

Interim and Final Dividends	-
Transfer to Reserves	9123
	<hr/>
	9123
	<hr/> <hr/>

#### 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 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.

#### CHANGES IN FIXED ASSETS

The movement in fixed assets during the year are set out in notes 8 to the financial statements.

#### YEAR 2000

The directors do not anticipate any significant problems or costs associated with the year 2000.

## DIRECTORS' INTERESTS IN SHARES

The Directors who held office at 31<sup>st</sup> August 1998 had the following interests in the share capital of the Company:

	31 <sup>st</sup> August 1998	31 <sup>st</sup> August 1997
Ordinary Shares of £1 each.		
T J Steadman	250	250

## AUDITORS

In accordance with Section 385 of the Companies Act 1985 a resolution proposing the reappointment of Messrs Randal & Co as auditors to the Company will be put to the annual general meeting.

The director's report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies.

**BY ORDER OF THE BOARD**



T J Steadman

**DIRECTOR**

11 Fulwod Drive  
Golcar  
Huddersfield  
HD7 4JH

23<sup>rd</sup> June 1999.

**AUDITORS' REPORT TO THE SHAREHOLDERS OF  
DIRECT BUILD LIMITED**

We have audited the financial statements on pages 4 to 9 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities under the historical cost convention and the accounting policies set out on page 6.

**Respective responsibilities of directors and auditors**

As described on page 1 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,

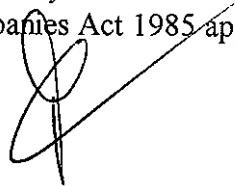
**Basis of opinion**

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<sup>st</sup> August 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 applicable to small companies.



**Randal & Co**

**Chartered Accountants and  
Registered Auditors**

Ashley House  
415 Halifax Road  
Brighouse HD6 2PD

23<sup>rd</sup> June 1999.

**DIRECT BUILD LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31ST AUGUST 1998**

	Notes	1998 £	1997 £
Turnover	4	393414	165902
Cost of Sales		(355711)	(145559)
<b>GROSS PROFIT</b>		<u>37703</u>	<u>20343</u>
Administrative costs		(26639)	(22053)
<b>OPERATING PROFIT</b>		<u>11064</u>	<u>(1710)</u>
Other Income	2	-	-
Interest payable	3	<u>11064</u> (181)	<u>(1710)</u> -
<b>PROFIT ON ORINARY ACTIVITIES BEFORE TAXATION</b>	4	<u>10883</u>	<u>(1710)</u>
Taxation	5	(1760)	-
<b>PROFIT FOR YEAR</b>		<u>9123</u>	<u>(1710)</u>
Dividends	6	-	-
<b>PROFIT FOR YEAR</b>		<u>9123</u>	<u>(1710)</u>
RETAINED PROFIT AT 31 <sup>ST</sup> AUGUST 1997		(1710)	-
<b>RETAINED PROFIT AT 31<sup>ST</sup> AUGUST 1998</b>		<u><u>7413</u></u>	<u><u>(1710)</u></u>

There are no recognised gains and losses for 1998 and 1997 other than those included in the profit and loss account.

**The notes on pages 6 to 9 form part of these accounts.**

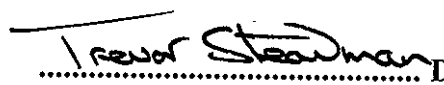
**DIRECT BUILD LIMITED**

**BALANCE SHEET AS AT 31ST AUGUST 1998**

	Notes	1998 £	1997 £
<b>FIXED ASSETS</b>			
Tangible assets	7	7496	4211
<b>CURRENT ASSETS</b>			
Stocks	8	84815	7190
Debtors	9	25504	14033
Cash at Bank and in Hand		16259	8178
		126578	29401
<b>LESS CURRENT LIABILITIES</b>			
<b>Creditors:</b> amounts falling due within one year	10	(122404)	(34822)
<b>NET CURRENT ASSETS</b>		4174	(5421)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			
		11670	(1210)
Creditors due after more than one year	10	(3757)	-
<b>NET ASSETS</b>		7913	(1210)
<b>CAPITAL AND RESERVES</b>			
Called up share capital	11	500	500
Profit and loss account		7413	(1710)
<b>SHAREHOLDER'S FUNDS – ALL EQUITY</b>	12	7913	(1210)

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

**Approved by the board on 23<sup>rd</sup> June 1999  
and signed on its behalf**

  
..... Director

**T J Steadman**

**The notes on pages 6 to 9 form part of these accounts**

# DIRECT BUILD LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31ST AUGUST 1998

#### 1. Accounting Policies

##### 1.1 Basis of preparation of accounts

The accounts are prepared under the historical cost convention and include the results of the company's operations which are described in the Directors' Report and all of which are continuing. The company has taken advantage of the exemptions in Financial Reporting Standard No.1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

##### 1.2 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

##### 1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation.

Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & Equipment	25%	reducing balance basis
Motor Vehicles	25%	reducing balance basis

##### 1.4 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of change on the net obligations outstanding in each period.

##### 1.5 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

##### 1.6 Stocks and work in progress

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stock.

##### 1.7 Deferred Taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future



**DIRECT BUILD LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31ST AUGUST 1998**

	1998 £	1997 £
<b>2. OTHER INCOME</b>		
Bank Deposit Interest	-	-
	<u>=====</u>	<u>=====</u>
<b>3. INTEREST PAYABLE</b>		
On bank loans overdrafts and other loans:		
Repayable within 5 years, not by instalments	-	-
Repayable within 5 years by instalments	-	-
Repayable wholly or partly in more than 5 years	-	-
	<u>-----</u>	<u>-----</u>
	-	-
On finance leases and hire purchase contracts	181	-
	<u>-----</u>	<u>-----</u>
	181	-
	<u>=====</u>	<u>=====</u>
<b>4. TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		
	<b>1998</b>	<b>1997</b>
	<b>Turnover</b>	<b>Turnover</b>
		<b>Loss Before</b>
		<b>Taxation</b>
	<b>£</b>	<b>£</b>
<b>CLASS OF BUSINESS</b>		
Building Contractors	393414	165902
	<u>=====</u>	<u>=====</u>
	10883	(1710)
	<u>=====</u>	<u>=====</u>
<b>GEOGRAPHICAL MARKET</b>		
United Kingdom	393414	165902
	<u>=====</u>	<u>=====</u>
		<b>1998</b>
		<b>£</b>
Profit on ordinary activities before taxation is stated after charging:		<b>1997</b>
		<b>£</b>
Description of, and amounts written off, fixed assets		2499
Auditors Remuneration and expenses		1393
Directors' emoluments		400
		-
		5800
		<u>=====</u>
		<u>=====</u>

**DIRECT BUILD LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31<sup>ST</sup> AUGUST 1998**

	<b>1998</b>	<b>1997</b>	
	<b>£</b>	<b>£</b>	
<b>5. TAXATION</b>			
UK Corporation Tax:			
Current at 21% (1997 21% and 24%)	1760	-	
Deferred	-	-	
Based on the profit for the year	<u>1760</u>	<u>-</u>	
Adjustment in respect of previous year	-	-	
	<u>1760</u>	<u>-</u>	
	<u>=====</u>	<u>=====</u>	
<b>6. DIVIDENDS</b>	-	-	
	<u>=====</u>	<u>=====</u>	
<b>7. TANGIBLE ASSETS</b>			
	<b>Plant &amp; Equipment</b>	<b>Motor Vehicles</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
Cost or Valuation			
At 1 <sup>st</sup> September 1997	1082	4522	5604
Additions	2284	4650	6934
Disposals	-	(1527)	(1527)
At 31 <sup>st</sup> August 1998	<u>3366</u>	<u>7645</u>	<u>11011</u>
Depreciation			
At 1 <sup>st</sup> September 1997	271	1122	1393
Charge for Year	774	1725	2499
Eliminated on Disposals	-	(377)	(377)
At 31 <sup>st</sup> August 1998	<u>1045</u>	<u>2470</u>	<u>3515</u>
Net Book Value			
At 31 <sup>st</sup> August 1998	<u>2321</u>	<u>5175</u>	<u>7496</u>
At 31 <sup>st</sup> August 1997	<u>811</u>	<u>3400</u>	<u>4211</u>
	<u>=====</u>	<u>=====</u>	<u>=====</u>
<b>8. STOCKS</b>	<b>1998</b>	<b>1997</b>	
	<b>£</b>	<b>£</b>	
Raw Materials	2029	1120	
Work in Progress	82786	6070	
	<u>84815</u>	<u>7190</u>	
	<u>=====</u>	<u>=====</u>	

**DIRECT BUILD LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31<sup>ST</sup> AUGUST 1998**

<b>9. DEBTORS</b>		<b>1998</b>	<b>1997</b>
		<b>£</b>	<b>£</b>
Due within one year:			
Trade Debtors		23528	13541
Other Debtors		1721	80
Prepayments and accrued income		255	412
		<u>25504</u>	<u>14033</u>
Due in more than one year:			
Other Debtors		-	-
		<u>25504</u>	<u>14033</u>
		<u>=====</u>	<u>=====</u>
 <b>10. CREDITORS</b>			
	<b>Due within</b>	<b>Due after one</b>	
	<b>one year</b>	<b>than one year</b>	
	<b>1998</b>	<b>1997</b>	<b>1998</b>
	<b>£</b>	<b>£</b>	<b>£</b>
Bank Loans and Overdrafts	-	-	-
Trade Creditors	99879	15702	-
Hire Purchase and Finance Lease Creditors	-	-	3757
Taxation and Social Security Payable	3719	3153	-
Corporation Tax	1759	-	-
Other Creditors	14577	14577	-
Accruals & Deferred Income	2470	1389	-
	<u>122404</u>	<u>34822</u>	<u>3757</u>
	<u>=====</u>	<u>=====</u>	<u>=====</u>
 <b>11. SHARE CAPITAL</b>			
		<b>1998</b>	<b>1997</b>
		<b>£</b>	<b>£</b>
<b>Authorised</b>			
Ordinary Shares of £1 each		1000	1000
		<u>=====</u>	<u>=====</u>
<b>Allotted, issued and fully paid</b>			
Ordinary Shares of £1 each		500	500
		<u>=====</u>	<u>=====</u>
 <b>12. MOVEMENTS ON SHAREHOLDERS' FUNDS</b>			
Profit for the Year		9123	(1710)
Less: Dividends		-	-
		<u>9123</u>	<u>(1710)</u>
Opening shareholders funds		(1210)	500
		<u>=====</u>	<u>=====</u>
Closing shareholders funds		7913	(1210)
		<u>=====</u>	<u>=====</u>