

# **VT Technical Services Limited**

**Directors' report and financial  
statements**

**Registered number 3463928**

**31 March 2004**



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COMPANIES HOUSE 28/01/05

**VT Technical Services Limited**  
**Directors' report and financial statements**

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**VT Technical Services Limited**  
**Directors' report and financial statements**

**Directors' report**

The directors present their annual report and the audited financial statements for the year ended 31 March 2004.

**Principal activity**

The company's principal activity is the provision of construction services for contract related buildings.

**Business review**

The company provided services relating to the construction of a Fire Fighting Training Unit located at Avonmouth. This project is nearing completion, and the company is expected to provide services relating to the construction of a Fire Fighting Training Unit based in South Wales shortly.

**Directors**

The directors who held office during the year were as follows:

CJ Cundy  
SE Tarrant

The directors are also directors of VT Group plc and their interests in the shares of that company and their rights to subscribe for shares of that company are shown in its directors' report.

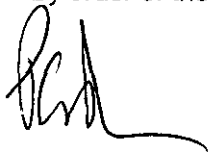
**Dividends**

The directors recommend a final ordinary dividend of £250,000 (2003: £Nil).

**Auditors**

In accordance with section 384 of the Companies Act 1985, a resolution for the re-appointment of KPMG Audit Plc as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

By order of the board



**PG Dawes**  
Secretary

## **VT Technical Services Limited**

### **Directors' report and financial statements**

#### **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 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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 maintaining 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.



KPMG Audit Plc

Dukes Keep  
Marsh Lane  
Southampton  
Hampshire SO14 3EX

**Report of the independent auditors to the members of VT Technical Services Limited**

We have audited the financial statements on pages 4 to 8.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

***Respective responsibilities of directors and auditors***

The directors are responsible for preparing the directors' report and, as described on page 2, the financial statements in accordance with applicable United Kingdom law and accounting standards. Our responsibilities, as independent auditors, are established in the United Kingdom by statute, the Auditing Practices Board and by our profession's ethical guidance.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

***Basis of audit 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 2004 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

KPMG Audit Plc  
Chartered Accountants  
Registered Auditor

25 January 2005

**VT Technical Services Limited**  
**Directors' report and financial statements**

**Profit and loss account**

*for the year ended 31 March 2004*

	<i>Notes</i>	<b>2004</b> <b>£000</b>	2003 £000
<b>Turnover</b>	2	<b>1,240</b>	8,049
Cost of sales		<u>(934)</u>	<u>(8,049)</u>
<b>Gross profit</b>		<b>306</b>	-
Interest receivable and similar income	4	<b>30</b>	26
Interest payable and similar charges	5	<u>-</u>	<u>(1)</u>
<b>Profit on ordinary activities before taxation</b>		<b>336</b>	25
Tax on profit on ordinary activities	6	<u>(100)</u>	<u>(8)</u>
<b>Profit on ordinary activities after taxation</b>		<b>236</b>	17
Dividends	7	<u>(250)</u>	<u>-</u>
<b>Retained (loss)/profit for the financial year</b>	12	<u>(14)</u>	<u>17</u>

The above results all relate to continuing activities.

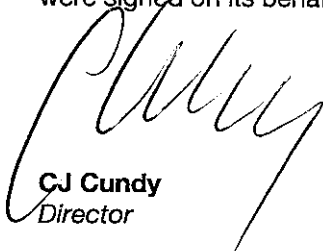
There are no recognised gains or losses other than the profit for the year reported above. There is also no difference between the profit on ordinary activities before taxation and the retained loss for the financial year stated above, and their historical cost equivalents.

**VT Technical Services Limited**  
**Directors' report and financial statements**

**Balance sheet**  
*at 31 March 2004*

	<i>Notes</i>	<b>2004</b> <b>£000</b>	2003 £000
<b>Current assets</b>			
Stock	8	415	-
Debtors	9	260	301
Cash at bank and in hand		<u>332</u>	<u>884</u>
		<b>1,007</b>	1,185
<b>Creditors: amounts falling due within one year</b>	10	<u>(1,004)</u>	<u>(1,168)</u>
<b>Net current assets</b>		<u>3</u>	<u>17</u>
<b>Net assets</b>		<u>3</u>	<u>17</u>
<b>Capital and reserves</b>			
Called up share capital	11	-	-
Profit and loss account		<u>3</u>	<u>17</u>
<b>Equity shareholder's funds</b>	12	<u>3</u>	<u>17</u>

These financial statements were approved by the board of directors on *28<sup>th</sup> July*..... 2004 and were signed on its behalf by:



**CJ Cundy**  
*Director*

# VT Technical Services Limited

## Directors' report and financial statements

### Notes

(forming part of the financial statements)

#### 1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements

##### ***Basis of preparation***

The financial statements have been prepared in accordance with applicable accounting standards under the historical cost convention.

Under Financial Reporting Standard 1 (1996 Revised) the company is exempt from the requirement to prepare a cash flow statement on the grounds that it is a wholly owned subsidiary undertaking.

In addition advantage has been taken of the exemption available under Financial Reporting Standard 8 not to disclose details of transactions with VT Group plc or other group undertakings as the consolidated financial statements of VT Group plc in which the company is included are publicly available.

##### ***Turnover***

Turnover represents the value of services provided to customers during the year.

##### ***Taxation***

The charge for taxation is based on the profit for the period and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes. Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes which have arisen but not reversed by the balance sheet date, except as otherwise required by FRS 19.

##### ***Stock***

Stocks and work in progress are stated at the lower of cost and net realisable value.

#### 2 Turnover

Turnover represents the value of services (excluding value added tax) provided to customers during the year.

#### 3 Remuneration of directors

During the year and the previous year, the emoluments of the directors were borne by a fellow group company.

#### 4 Interest receivable and similar income

	2004 £000	2003 £000
On bank deposits	<u>30</u>	<u>26</u>



**VT Technical Services Limited**  
**Directors' report and financial statements**

**Notes** *(continued)*

**5 Interest payable and similar charges**

	<b>2004</b> <b>£000</b>	2003 £000
On bank borrowings	-	1

**6 Taxation**

	<b>2004</b> <b>£000</b>	2003 £000
<i>Current tax</i>		
UK corporation tax on profits of the year	101	8
Adjustment in respect of previous period	(1)	-
<b>Tax on profit on ordinary activities</b>	<b>100</b>	<b>8</b>

**Factors affecting the tax charge for the current period**

The current tax charge for the year is equal (2003: equal) to the standard rate of corporation tax in the UK of 30% (2003: 30%).

**7 Dividends**

	<b>2004</b> <b>£000</b>	2003 £000
Ordinary shares:		
Final proposed of £125,000 (2003 - £nil) per ordinary share	250	-

**8 Stocks**

	<b>2004</b> <b>£000</b>	2003 £000
Work in progress	415	-

**9 Debtors**

	<b>2004</b> <b>£000</b>	2003 £000
Other taxes and social security costs	8	-
Other debtors	2	-
Amounts owed by group undertakings	250	301
	<b>260</b>	<b>301</b>

**VT Technical Services Limited**  
**Directors' report and financial statements**

**Notes** *(continued)*

**10 Creditors: amounts falling due within one year**

	<b>2004</b> <b>£000</b>	2003 £000
Trade creditors	12	655
Amounts owed to group undertaking	-	6
Corporation tax	101	8
Other taxes and social security costs	-	18
Accruals and deferred income	641	481
Proposed dividend	250	-
	<u>1,004</u>	<u>1,168</u>

**11 Called up share capital**

	<b>2004</b> <b>£</b>	2003 £
<b>Authorised</b>		
1,000 ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
<b>Allotted, called up and fully paid</b>		
2 ordinary shares of £1 each	<u>2</u>	<u>2</u>

**12 Reconciliation of movements in shareholder's funds**

	<b>2004</b> <b>£000</b>	2003 £000
Profit for the financial year	236	17
Dividends	<u>(250)</u>	-
Net (reduction in)/addition to shareholder's funds	(14)	17
Opening shareholder's funds	<u>17</u>	-
<b>Closing shareholder's funds</b>	<u>3</u>	<u>17</u>

**13 Ultimate parent company**

The company is a subsidiary undertaking of VT Support Services Limited, a company incorporated in Great Britain and registered in England and Wales.

The largest group in which the results of the company are reported is that headed by VT Group plc. The consolidated financial statements are available to the public at that company's registered office of Grange Drive, Hedge End, Southampton. No other financial statements include the results of the company.