

*COMPANY NO 2568669*

MULLEN INSPECTION LIMITED

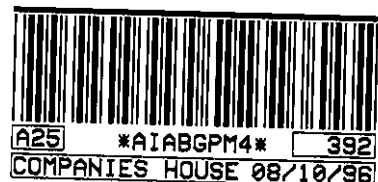
DIRECTORS REPORT

AND

STATEMENT OF ACCOUNTS

for the year ended 31st December 1995

Homer, Capewell & Co.,  
Chartered Accountants,  
Quarry Bank, Brierley Hill,  
West Midlands, DY5 2JW.



MULLEN INSPECTION LIMITED

Directors Report

The directors have pleasure in submitting their report and accounts for the year ended 31st December 1995.

RESULTS

The trading profit for the year after taxation was £563. The directors propose no payment by way of dividend for the year.

REVIEW OF THE BUSINESS

The company's principal activity during the year was that of industrial testing and inspection by radiography. Due to difficulties in obtaining work the company has been compelled to look further afield for business. This has resulted in increased costs which it has not been possible to pass on to customers.

FIXED ASSETS

The changes in fixed assets during the year are shown by way of notes to the accounts.

DIRECTORS AND THEIR INTERESTS

The directors at 31st December 1995 and their interests in the share capital of the company were as follows :-

Ordinary Shares of £1 each  
at 31st December 1995 & 31st December 1994

P J Mullen	1
C M Mullen	1

The director, retiring by rotation, Mrs C M Mullen, being eligible offers herself for re-election.

MULLEN INSPECTION LIMITED

Directors Report

TAXATION STATUS

The company is a close company for taxation purposes.

AUDITORS

A resolution to reappoint the auditors, Homer, Capewell & Co., who have indicated their willingness to continue in office, will be put to the members at the Annual General Meeting.

By order of the Board

*C. m. mullen*

C M Mullen  
Secretary

REGISTERED OFFICE

22 Hawksmoor Drive,  
Perton,  
Wolverhampton,  
West Midlands,  
WV6 7TE.

24th September 1996

DIRECTORS' RESPONSIBILITIES FOR PREPARATION OF THE ACCOUNTS

The directors are required by the Companies Act 1985 to prepare accounts which give a true and fair view of the state of affairs of the company as at the end of its financial year. The directors are also required to maintain adequate accounting records.

Suitable accounting policies, consistently applied and supported by reasonable and prudent judgements and estimates, have been used in the preparation of the accounts. Applicable accounting standards have been followed. The accounts are prepared on a going concern basis.

The directors are also responsible to the company for taking reasonable steps to safeguard its assets and to prevent and detect fraud and other irregularities.

AUDITORS' REPORT TO THE SHAREHOLDERS OF  
MULLEN INSPECTION LIMITED

We have audited the financial statements on pages 5 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 4.

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 misstatements, 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 at 31st December 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

*Homer, Capewell & Co.*

Homer, Capewell & Co.,  
Chartered Accountants,  
Registered Auditors,  
Quarry Bank, Brierley Hill,  
West Midlands, DY5 2JW.

24th September 1996

MULLEN INSPECTION LIMITED

Accounting Policies

Accounting convention.

The accounts are prepared under the historical cost convention.

Turnover.

Turnover is the amount exclusive of value added tax charged to customers for goods and services supplied during the year.

Depreciation.

Depreciation is provided on tangible fixed assets as follows:-

Office Equipment	- 15% on cost
Motor Vehicles	- 25% on cost

Deferred taxation.

Deferred taxation is provided on the liability method on timing differences in so far as these allowances have been utilised.

Leasing and hire purchase commitments.

Assets obtained under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives.

MULLEN INSPECTION LIMITEDProfit & Loss Accountfor the year ended 31st December 1995


	Notes	1995		1994	
		£	£	£	£
<u>TURNOVER</u>	1		30,994		32,645
Raw materials & consumables			-		25
			<u>30,994</u>		<u>32,620</u>
<u>Staff costs</u>	2				
Wages and salaries		12,500		12,500	
Social security costs		701		701	
		<u>13,201</u>		<u>13,201</u>	
Depreciation		303		1,310	
Other operating charges		16,733		20,939	
			<u>30,237</u>		<u>35,450</u>
<u>Operating profit (loss)</u>	3		<u>757</u>		<u>(2,830)</u>
Interest payable and similar charges			139		-
<u>Profit (loss) on ordinary activities before taxation</u>			<u>618</u>		<u>(2,830)</u>
Tax on profit on ordinary activities	4		55		(586)
<u>Profit (loss) on ordinary activities after taxation being retained profit (loss) for the year</u>			<u>563</u>		<u>(2,244)</u>
Retained profits (losses) brought forward			(1,293)		951
<u>Retained profits (losses) carried forward</u>		£	<u>(730)</u>	£	<u>(1,293)</u>

There were no recognised gains or losses other than the profit for the current or preceding financial year.

There were no acquisitions or discontinued operations during the current or preceding financial year.

The accounting policies on page 4 and notes on pages 8 to 10 are an integral part of these accounts.

MULLEN INSPECTION LIMITEDBalance Sheetas at 31st December 1995

	Notes	1995	1994
		£	£
<u>Fixed Assets</u>			
Tangible assets	5	1,486	1,789
<u>Current assets</u>			
Debtors	6	11,031	2,161
Cash at bank & in hand		740	2,734
		<u>11,771</u>	<u>4,895</u>
<u>Creditors: amounts falling due within one year</u>	7	13,985	7,975
<u>Net current assets (liabilities)</u>		(2,214)	(3,080)
<u>Total assets less current liabilities</u>		£ <u>(728)</u>	£ <u>(1,291)</u>
<u>Capital and reserves</u>			
Called up share capital	8	2	2
Profit and Loss account		(730)	(1,293)
		£ <u>(728)</u>	£ <u>(1,291)</u>

P J Mullen - Director

24th September 1996

The accounting policies on page 4 and notes on pages 8 to 10 are an integral part of these accounts.

MULLEN INSPECTION LIMITEDCash Flow Statementfor the year ended 31st December 1995

	1995		1994	
	£	£	£	£
<u>Operating activities</u>				
Operating profit (loss)	757		(2,830)	
Depreciation	303		1,310	
Decrease (increase) in debtors	(8,415)		255	
Increase (decrease) in creditors	4,997		2,575	
Net cash inflow (outflow) from operating activities		(2,358)		1,310
<u>Returns on investments and servicing of finance</u>				
Interest paid	(139)		-	
Net cash inflow (outflow) from return on investments and servicing of finance		(139)		-
<u>Taxation</u>				
Corporation tax paid	(1,161)		(91)	
Corporation tax recovered	1,471		1,776	
Tax (paid) recovered		310		1,685
<u>Investing activities</u>				
Payments to acquire tangible fixed assets	-		(1,238)	
Net cash inflow (outflow) from investing activities		-		(1,238)
<u>Net cash inflow (outflow) before financing</u>		(2,187)		1,757
<u>Financing</u>				
Bank loans	1,000		-	
Loan repayments	(807)		-	
		193		-
<u>Increase (decrease) in cash and cash equivalents</u>		(1,994)		1,757
<u>Analysis of balances of cash &amp; cash equivalents as show in the Balance Sheet</u>				
	1995	Change in 1995	1994	Change in 1994
	£	£	£	£
Cash at bank & in hand	<u>740</u>	<u>(1,994)</u>	<u>2,734</u>	<u>1,757</u>
				<u>977</u>



MULLEN INSPECTION LIMITEDNotes on Accounts31st December 19951. Turnover.

Turnover is the amount exclusive of value added tax charged to customers for goods and services supplied during the year. The turnover and pre tax loss is attributable to the one activity of industrial testing and inspection by radiography.

2. Staff Costs.

The average weekly number of employees during the year was 2 made up as follows:-

	1995 No	1994 No
Office and Management	<u>2</u>	<u>2</u>

3. Operating profit.

	1995 £	1994 £
This is stated after charging		
Directors remuneration (see below)	12,500	12,000
Auditors remuneration	800	800
	£	£
Directors remuneration consists of:		
Fees	Nil	Nil
Other emoluments (including pension contributions)	<u>12,500</u>	<u>12,500</u>

4. Tax on profit on ordinary activities.

	1995 £	1994 £
Based on the profit for the year		
Corporation tax payable	55	-
Corporation tax recoverable	<u>-</u>	<u>586</u>

MULLEN INSPECTION LIMITEDNotes on Accounts31st December 19955. Tangible fixed assets.

	Office Equipment £	Motor Vehicles £	Total £
Cost			
at 31st December 1994	2,021	4,690	6,711
additions	-	-	-
disposals	-	-	-
	<hr/>	<hr/>	<hr/>
at 31st December 1995	<u>2,021</u>	<u>4,690</u>	<u>6,711</u>
Depreciation			
at 31st December 1994	232	4,690	4,922
charge for year	303	-	303
disposals	-	-	-
	<hr/>	<hr/>	<hr/>
at 31st December 1995	<u>535</u>	<u>4,690</u>	<u>5,225</u>
Net book value at 31st December 1995	<u>1,486</u>	<u>-</u>	<u>1,486</u>
Net book value at 31st December 1994	<u>1,789</u>	<u>-</u>	<u>1,789</u>

6. Debtors.

	1995 £	1995 £
Trade debtors	1,410	637
Other debtors	1,924	1,524
Amounts due from directors	7,697	-
	<hr/>	<hr/>
	<u>11,031</u>	<u>2,161</u>

7. Creditors: amounts due within one year.

	1995 £	1994 £
Bank loan	193	-
Trade creditors	2,680	-
Corporation Tax	1,979	1,161
Other taxes not shown under the above item	8,211	5,638
Accruals	922	956
Amounts due to directors	-	220
	<hr/>	<hr/>
	<u>13,985</u>	<u>7,975</u>

MULLEN INSPECTION LIMITEDNotes on Accounts31st December 19958. Share Capital.

	1995	1994
	£	£
Authorised		
50,000 ordinary shares £1 each	<u>50,000</u>	<u>50,000</u>
Issued & Fully Paid		
2 ordinary shares £1 each	<u>2</u>	<u>2</u>

9. Capital commitments.

There were no capital commitments at the balance sheet date (1994 - nil).

10. Contingent liabilities.

There were no contingent liabilities at the balance sheet date (1994 - nil).