

COMPANIES HOUSE COPY

Abbreviated Accounts for the Year Ended 31 December 2003

for

Allied Construction Ltd



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**Allied Construction Ltd**

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for the Year Ended 31 December 2003**

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**Allied Construction Ltd**

**Company Information**  
**for the Year Ended 31 December 2003**

**DIRECTORS:** B T Larman  
J R Welbourn

**SECRETARY:** B T Larman

**REGISTERED OFFICE:** 10 Victoria Business Park  
Short Street  
Southend on Sea  
Essex  
SS2 5BY

**REGISTERED NUMBER:** 3017643

**AUDITORS:** Thornton Springer  
Chartered Accountants  
Registered Auditors  
67 Westow Street  
Upper Norwood  
London, SE19 3RW

**Allied Construction Ltd**

**Report of the Directors  
for the Year Ended 31 December 2003**

The directors present their report with the accounts of the company for the year ended 31 December 2003.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of building and contracting.

**REVIEW OF BUSINESS**

The results for the year and financial position of the company are as shown in the annexed accounts.

**DIVIDENDS**

Interim dividends per share were paid as follows:

£15,000	- 7 October 2003
£50,000	- 31 December 2003
<hr/>	
£65,000	
<hr/>	

The directors recommend that no final dividend be paid.

The total distribution of dividends for the year ended 31 December 2003 will be £130,000.

**DIRECTORS**

The directors during the year under review were:

B T Larman  
J R Welbourn

The beneficial interests of the directors holding office on 31 December 2003 in the issued share capital of the company were as follows:

	31.12.03	1.1.03
<b>Ordinary £1 shares</b>		
B T Larman	1	1
J R Welbourn	1	1

**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.

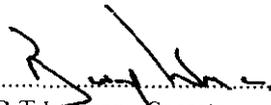
Allied Construction Ltd

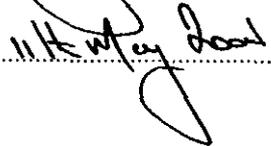
Report of the Directors  
for the Year Ended 31 December 2003

**AUDITORS**

The auditors, Thornton Springer, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

**ON BEHALF OF THE BOARD:**

  
.....  
B.T. Larman - Secretary

Date:   
.....

**Report of the Independent Auditors to**  
**Allied Construction Ltd**  
**Under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts on pages five to fifteen, together with the full financial statements of the company for the year ended 31 December 2003 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' 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, for our work, for this report, or for the opinions we have formed.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A 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 Section 246A(3) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

**Basis of opinion**

We have carried out the procedures we consider 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 full financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated accounts on pages five to fifteen are properly prepared in accordance with that provision.



Thornton Springer  
Chartered Accountants  
Registered Auditors  
67 Westow Street  
Upper Norwood  
London, SE19 3RW

Date: 12/5/2004.....

**Allied Construction Ltd**

**Abbreviated Profit and Loss Account**  
**for the Year Ended 31 December 2003**

	Notes	31.12.03 £	31.12.02 £
<b>GROSS PROFIT</b>		601,658	681,253
Administrative expenses		<u>307,423</u>	<u>235,603</u>
<b>OPERATING PROFIT</b>	3	294,235	445,650
Interest receivable and similar income		<u>1,940</u>	<u>1,452</u>
		296,175	447,102
Interest payable and similar charges	4	<u>13,280</u>	<u>13,221</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		282,895	433,881
Tax on profit on ordinary activities	5	<u>81,229</u>	<u>127,423</u>
<b>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		201,666	306,458
Dividends	6	<u>130,000</u>	<u>168,500</u>
<b>RETAINED PROFIT FOR THE YEAR</b>		<u><u>71,666</u></u>	<u><u>137,958</u></u>

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the current and previous years.

**TOTAL RECOGNISED GAINS AND LOSSES**

The company has no recognised gains or losses other than the profits for the current and previous years.

The notes form part of these abbreviated accounts

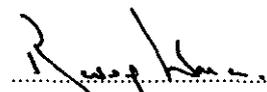
**Allied Construction Ltd**

**Abbreviated Balance Sheet**  
**31 December 2003**

	Notes	31.12.03 £	£	31.12.02 £	£
<b>FIXED ASSETS</b>					
Tangible assets	7		54,175		29,969
<b>CURRENT ASSETS</b>					
Stocks	8	508,000		378,549	
Debtors	9	1,589,831		1,126,294	
Cash at bank and in hand		67,843		101,770	
		<u>2,165,674</u>		<u>1,606,613</u>	
<b>CREDITORS</b>					
Amounts falling due within one year	10	1,448,932		952,387	
<b>NET CURRENT ASSETS</b>			<u>716,742</u>		<u>654,226</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>770,917</u>		<u>684,195</u>
<b>CREDITORS</b>					
Amounts falling due after more than one year	11		<u>21,364</u>		<u>6,308</u>
			<u>749,553</u>		<u>677,887</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	14		2		2
Profit and loss account	15		749,551		677,885
<b>SHAREHOLDERS' FUNDS</b>	16		<u>749,553</u>		<u>677,887</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

**ON BEHALF OF THE BOARD:**

  
.....  
B. T. Larman - Director

  
.....  
J. R. Welbourn - Director

Approved by the Board on 11th May 2004

**Allied Construction Ltd**

**Cash Flow Statement  
for the Year Ended 31 December 2003**

	Notes	31.12.03 £	£	31.12.02 £	£
<b>Net cash inflow from operating activities</b>	1		333,179		103,691
<b>Returns on investments and servicing of finance</b>	2		(11,340)		(11,769)
<b>Taxation</b>			(127,803)		(109,759)
<b>Capital expenditure</b>	2		(41,218)		(18,390)
<b>Equity dividends paid</b>			(130,000)		(168,500)
			22,818		(204,727)
<b>Financing</b>	2		14,539		(36,375)
<b>Increase/(Decrease) in cash in the period</b>			<u>37,357</u>		<u>(241,102)</u>
<hr/>					
<b>Reconciliation of net cash flow to movement in net funds</b>	3				
Increase/(Decrease) in cash in the period		37,357		(241,102)	
Cash (inflow)/outflow from (increase)/decrease in debt and lease financing		<u>(28,382)</u>		<u>6,747</u>	
Change in net funds resulting from cash flows			<u>8,975</u>		<u>(234,355)</u>
<b>Movement in net funds in the period</b>			8,975		(234,355)
<b>Net funds at 1 January</b>			<u>18,551</u>		<u>252,906</u>
<b>Net funds at 31 December</b>			<u>27,526</u>		<u>18,551</u>

The notes form part of these abbreviated accounts

**Allied Construction Ltd**

**Notes to the Cash Flow Statement  
for the Year Ended 31 December 2003**

**1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	31.12.03 £	31.12.02 £
Operating profit	294,235	445,650
Depreciation charges	18,061	9,990
Profit on disposal of fixed assets	(1,049)	-
(Increase)/Decrease in stocks	(129,451)	96,597
Increase in debtors	(463,537)	(857,774)
Increase in creditors	614,920	409,228
<b>Net cash inflow from operating activities</b>	<b>333,179</b>	<b>103,691</b>

**2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT**

	31.12.03 £	31.12.02 £
<b>Returns on investments and servicing of finance</b>		
Interest received	1,940	1,452
Interest paid	(12,456)	(13,221)
Interest element of hire purchase payments	(824)	-
<b>Net cash outflow for returns on investments and servicing of finance</b>	<b>(11,340)</b>	<b>(11,769)</b>
<b>Capital expenditure</b>		
Purchase of tangible fixed assets	(52,168)	(18,390)
Sale of tangible fixed assets	10,950	-
<b>Net cash outflow for capital expenditure</b>	<b>(41,218)</b>	<b>(18,390)</b>
<b>Financing</b>		
New loans in year	-	8,000
Loan repayments in year	(4,976)	(14,746)
Capital repayments in year	33,358	-
Amount withdrawn by directors	(13,843)	(29,629)
<b>Net cash inflow/(outflow) from financing</b>	<b>14,539</b>	<b>(36,375)</b>

**Allied Construction Ltd**

**Notes to the Cash Flow Statement  
for the Year Ended 31 December 2003**

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.03 £	Cash flow £	At 31.12.03 £
Net cash:			
Cash at bank and in hand	101,770	(33,927)	67,843
Bank overdraft	(71,284)	71,284	-
	<u>30,486</u>	<u>37,357</u>	<u>67,843</u>
Debt:			
Hire purchase	-	(33,358)	(33,358)
Debts falling due within one year	(5,627)	-	(5,627)
Debts falling due after one year	(6,308)	4,976	(1,332)
	<u>(11,935)</u>	<u>(28,382)</u>	<u>(40,317)</u>
Total	<u>18,551</u>	<u>8,975</u>	<u>27,526</u>

The notes form part of these abbreviated accounts

**Notes to the Abbreviated Accounts  
for the Year Ended 31 December 2003**

**1. ACCOUNTING POLICIES**

**Accounting convention**

The financial statements have been prepared under the historical cost convention.

**Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Motor vehicles	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

**Stocks**

Work in progress is valued at the lower of cost and net realisable value.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account as incurred.

**Properties**

Properties held short-term for future development or sale are treated as current assets and are valued at the lower of cost and net realisable value.

**2. STAFF COSTS**

	31.12.03	31.12.02
	£	£
Wages and salaries	126,923	102,245
	<u>          </u>	<u>          </u>

The average monthly number of employees during the year was as follows:

	31.12.03	31.12.02
	20	-
	<u>      </u>	<u>      </u>

**Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 December 2003**

**3. OPERATING PROFIT**

The operating profit is stated after charging/(crediting):

	31.12.03	31.12.02
	£	£
Hire of plant and machinery	248	230
Depreciation - owned assets	6,429	9,990
Depreciation - assets on hire purchase contracts	11,632	-
Profit on disposal of fixed assets	(1,049)	-
Auditors remuneration	4,500	4,250
	<u>86,018</u>	<u>72,800</u>
Directors' emoluments	<u>86,018</u>	<u>72,800</u>

**4. INTEREST PAYABLE AND SIMILAR CHARGES**

	31.12.03	31.12.02
	£	£
Bank interest	8,073	7,688
Interest payable	4,249	5,570
Interest on taxation	134	(37)
Hire purchase	824	-
	<u>13,280</u>	<u>13,221</u>

**5. TAXATION**

**Analysis of the tax charge**

The tax charge on the profit on ordinary activities for the year was as follows:

	31.12.03	31.12.02
	£	£
Current tax:		
UK corporation tax	81,303	127,877
Adjustment re previous year	(74)	(454)
	<u>81,229</u>	<u>127,423</u>
Total current tax	<u>81,229</u>	<u>127,423</u>
Tax on profit on ordinary activities	<u>81,229</u>	<u>127,423</u>

**6. DIVIDENDS**

	31.12.03	31.12.02
	£	£
Equity shares:		
Interim	130,000	102,500
Final	-	66,000
	<u>130,000</u>	<u>168,500</u>

**Allied Construction Ltd**

**Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 December 2003**

**7. TANGIBLE FIXED ASSETS**

	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>			
At 1 January 2003	54,676	3,953	58,629
Additions	49,629	2,539	52,168
Disposals	(16,393)	-	(16,393)
At 31 December 2003	<u>87,912</u>	<u>6,492</u>	<u>94,404</u>
<b>DEPRECIATION</b>			
At 1 January 2003	25,953	2,707	28,660
Charge for year	17,114	947	18,061
Eliminated on disposal	(6,492)	-	(6,492)
At 31 December 2003	<u>36,575</u>	<u>3,654</u>	<u>40,229</u>
<b>NET BOOK VALUE</b>			
At 31 December 2003	<u>51,337</u>	<u>2,838</u>	<u>54,175</u>
At 31 December 2002	<u>28,723</u>	<u>1,246</u>	<u>29,969</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
<b>COST</b>	
Additions	46,529
At 31 December 2003	<u>46,529</u>
<b>DEPRECIATION</b>	
Charge for year	11,632
At 31 December 2003	<u>11,632</u>
<b>NET BOOK VALUE</b>	
At 31 December 2003	<u>34,897</u>

**8. STOCKS**

	31.12.03 £	31.12.02 £
Work-in-progress	<u>508,000</u>	<u>378,549</u>

Properties are held short term for future development or sale.

**9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.03 £	31.12.02 £
Trade debtors	1,032,767	708,504
Other debtors	554,343	417,790
VAT	2,721	-
	<u>1,589,831</u>	<u>1,126,294</u>

**Allied Construction Ltd**

**Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 December 2003**

**10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.03	31.12.02
	£	£
Bank loans and overdrafts (see note 12)	5,627	76,911
Hire purchase contracts (see note 13)	13,326	-
Trade creditors	1,300,283	646,520
Tax	81,303	127,877
Social security and other taxes	36,443	12,980
VAT	-	43,516
Sundry creditors	5,460	24,250
Directors' current accounts	6,490	20,333
	<u>1,448,932</u>	<u>952,387</u>

**11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31.12.03	31.12.02
	£	£
Bank loans (see note 12)	1,332	6,308
Hire purchase contracts (see note 13)	20,032	-
	<u>21,364</u>	<u>6,308</u>

**12. LOANS**

An analysis of the maturity of loans is given below:

	31.12.03	31.12.02
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	-	71,284
Bank loans - less than 1 yr	5,627	5,627
	<u>5,627</u>	<u>76,911</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	1,332	6,308
	<u>1,332</u>	<u>6,308</u>

**Allied Construction Ltd**

**Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 December 2003**

**13. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS**

	31.12.03	31.12.02
	£	£
Gross obligations repayable:		
Within one year	14,627	-
Between one and five years	22,008	-
	<u>36,635</u>	<u>-</u>
Finance charges repayable:		
Within one year	1,301	-
Between one and five years	1,976	-
	<u>3,277</u>	<u>-</u>
Net obligations repayable:		
Within one year	13,326	-
Between one and five years	20,032	-
	<u>33,358</u>	<u>-</u>

**14. CALLED UP SHARE CAPITAL**

Authorised:				
Number:	Class:	Nominal value:	31.12.03	31.12.02
			£	£
10,000	Ordinary	£1	<u>10,000</u>	<u>10,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.12.03	31.12.02
			£	£
2	Ordinary	£1	<u>2</u>	<u>2</u>

**15. RESERVES**

	Profit and loss account
	£
At 1 January 2003	677,885
Retained profit for the year	71,666
	<u>749,551</u>
At 31 December 2003	<u>749,551</u>

**Allied Construction Ltd**

**Notes to the Abbreviated Accounts - continued**  
**for the Year Ended 31 December 2003**

16. **RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	31.12.03	31.12.02
	£	£
Profit for the financial year	201,666	306,458
Dividends	(130,000)	(168,500)
<b>Net addition to shareholders' funds</b>	<u>71,666</u>	<u>137,958</u>
Opening shareholders' funds	<u>677,887</u>	<u>539,929</u>
<b>Closing shareholders' funds</b>	<u><u>749,553</u></u>	<u><u>677,887</u></u>
Equity interests	<u><u>749,553</u></u>	<u><u>677,887</u></u>