

Stone Design Limited

Annual report for the year ended 31 January 1995

Registered No: 128920



Stone Design Limited

Annual report for the year ended 31 January 1995

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Directors and advisers

Directors

**H Turnbull
D R Grant
H Cairns
A McMillan
W A Hodgson**

Secretary and registered office

**D R Grant
Kintyre House
209 West George Street
GLASGOW
G2 2LW**

Registered Auditors

**Coopers & Lybrand
Kintyre House
209 West George Street
GLASGOW
G2 2LW**

Solicitors

**McGrigor Donald
Erskine House
68-73 Queen Street
EDINBURGH
EH2 4NF**

Bankers

**Royal Bank of Scotland plc
80 Main Street
COATBRIDGE
Lanarkshire
ML5 3DZ**

Directors' report for the year ended 31 January 1995

The directors present their report and the audited financial statements for the year ended 31 January 1995.

Principal activities

The profit and loss account for the year is set out on page 5.

The principal activities of the company consist of consultancy services relating to the sourcing, design and budgetary control of fixing sandstone, limestone, granite, marble and slate on buildings throughout the United Kingdom.

Review of business

Both the level of business and the year end financial position are considered satisfactory in light of difficult trading conditions.

Dividends and transfers to reserves

The directors do not recommend payment of a dividend for the year ended 31 January 1995. The profit of £4,448 will be transferred to reserves.

Directors and their interests

The directors at 31 January 1995, all of whom have been directors for the whole of the year ended on that date, are listed on page 1. None of the directors have any beneficial holdings in the share capital of the company. The interests of the directors in the share capital of the parent company are shown in that company's accounts.

Directors' responsibilities

The directors are required by UK company law to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company as at the end of the financial year and of the profit or loss of the company for that year.

The directors confirm that suitable accounting policies have been used and applied consistently and reasonable and prudent judgements and estimates have been made in the preparation of the financial statements for the year ended 31 January 1995. The directors also confirm that applicable accounting standards have been followed and that the financial statements have been prepared on the going concern basis.

The directors are responsible for keeping proper accounting records, for taking reasonable steps to safeguard the assets of the company and to prevent and detect fraud and other irregularities.


Close company provisions

As far as the directors are aware, the close company provisions of the Income and Corporation Taxes Act 1988, as amended, apply to the company. There has been no change in this respect since the end of the financial year.

Auditors

A resolution to reappoint the auditors, Coopers & Lybrand, will be proposed at the annual general meeting.

By order of the board


D R Grant
Secretary
Stirling

19 July 1995

Report of the auditors to the members of Stone Design Limited

We have audited the financial statements on pages 5 to 10.

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.

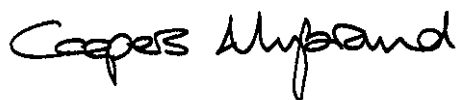
Basis of opinion

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



Coopers & Lybrand
Chartered Accountants and Registered Auditors
Glasgow

19 July 1995

Profit and loss account for the year ended 31 January 1995

	Notes	1995 £	1994 £
Turnover	2	170,302	192,318
Cost of sales		(108,059)	(130,937)
		<hr/>	<hr/>
Gross profit		62,243	61,381
Administration expenses		(56,255)	(77,505)
		<hr/>	<hr/>
Operating profit/(loss)	5	5,988	(16,124)
Interest payable	6	(58)	-
		<hr/>	<hr/>
Profit/(loss) on ordinary activities before taxation		5,930	(16,124)
Taxation	7	(1,482)	4,161
		<hr/>	<hr/>
Retained profit/(loss) for the year	11	4,448	(11,963)
		<hr/> <hr/>	<hr/> <hr/>

All items dealt with in arriving at operating profit/(loss) for 1995 and 1994 relate to continuing operations.

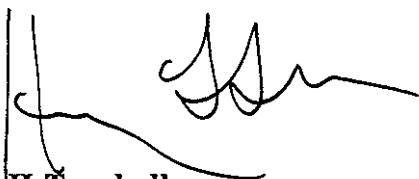
The company has no recognised gains and losses other than the profits above, and therefore no separate statement of total recognised gains and losses has been presented.

There is no difference between the operating profit/(loss) and the retained profit/(loss) for the year stated above and their historical cost equivalents.

**Balance sheet
at 31 January 1995**

	Notes	1995 £	1994 £
Current assets			
Debtors	8	334,885	187,845
Creditors: amounts falling due within one year	9	311,020	168,428
Net assets		<u>23,865</u>	<u>19,417</u>
Capital and reserves			
Called up share capital	10	2	2
Profit and loss account	11	23,863	19,415
Equity shareholders' funds	12	<u>23,865</u>	<u>19,417</u>

The financial statements on pages 5 to 10 were approved by the board of directors on 19 July 1995 and were signed on its behalf by:



**H Turnbull
Director**

Notes to the financial statements for the year ended 31 January 1995

1 Principal accounting policies

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below.

Basis of accounting

The financial statements are prepared in accordance with the historical cost convention.

Operating leases

Costs in respect of operating leases are charged on a straight line basis over the lease term.

Turnover

Turnover, which excludes value added tax, represents the value of work carried out during the year.

Cash flow statement

As the company qualifies under the terms of S247 of the Companies Act 1985 as a small company, it is therefore exempt from the requirements to prepare a cash flow statement as required by FRS 1.

Taxation

The charge for taxation is based on the profit for the year as adjusted for disallowable items. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is probable that a liability or asset will crystallise. Provision is made at the rate which is expected to be applied when the liability or asset is expected to crystallise.

2 Turnover

All sales are made in the United Kingdom.

3 Directors' emoluments

The remuneration paid to the directors of the company was:

	1995 £	1994 £
Emoluments (including pension contributions and benefits in kind)	<u>48,386</u>	<u>50,686</u>

Emoluments (excluding pension contributions) include amounts paid to:

	1995 £	1994 £
The chairman	<u>1,822</u>	<u>-</u>
The highest paid director	<u>26,711</u>	<u>27,741</u>

The number of directors (including the chairman and the highest-paid director) who received emoluments (excluding pension contributions) within the following ranges was:

	1995 Number	1994 Number
£0 to £5,000	3	3
£15,001 to £20,000	1	1
£25,001 to £30,000	1	1

4 Employee information

The average weekly number of persons (including executive directors) employed during the year was:

	1995 Number	1994 Number
Administration	<u>8</u>	<u>8</u>

	1995 £	1994 £
Staff costs (for the above persons):		
Wages and salaries	78,665	102,299
Social security costs	8,010	10,438
Other pension costs (see note 13)	2,236	3,114
	<u>88,911</u>	<u>115,851</u>

5 Operating profit/(loss)

	1995 £	1994 £
Operating profit/(loss) is stated after charging:		
Auditors' remuneration for audit	<u>1,500</u>	<u>1,400</u>

6 Interest payable

	1995 £	1994 £
Bank overdraft	<u>58</u>	<u>-</u>

7 Taxation

	1995 £	1994 £
United Kingdom corporation tax at 33% (1994: 33%):		
Current	1,482	(3,969)
Overprovision in respect of prior years	<u>-</u>	<u>(192)</u>
	<u>1,482</u>	<u>(4,161)</u>

8 Debtors

	1995 £	1994 £
Amounts falling due within one year		
Amounts owed by fellow subsidiary undertakings	329,713	183,193
Corporation tax recoverable	3,969	3,969
Other debtors	<u>1,203</u>	<u>683</u>
	<u>334,885</u>	<u>187,845</u>

9 Creditors: amounts falling due within one year

	1995 £	1994 £
Bank overdraft	1,673	1,354
Trade creditors	2,155	900
Amounts owed to parent company	303,892	164,374
Accruals and deferred income	<u>3,300</u>	<u>1,800</u>
	<u>311,020</u>	<u>168,428</u>

10 Called up share capital

	1995 £	1994 £
Authorised		
100 ordinary shares of £1 each	100	100
	<u> </u>	<u> </u>
Allotted, called up and fully paid		
2 ordinary shares of £1 each	2	2
	<u> </u>	<u> </u>

11 Profit and loss account

	£
At 1 February 1994	19,415
Profit for the year	4,448
	<u> </u>
At 31 January 1995	23,863
	<u> </u>

12 Reconciliation of movements in shareholders' funds

	1995 £	1994 £
Opening shareholders' funds	19,417	31,380
Profit/(loss) for the financial year	4,448	(11,963)
	<u> </u>	<u> </u>
Closing shareholders' funds	23,865	19,417
	<u> </u>	<u> </u>

13 Pension costs

The company operates an executive pension plan for the directors and a group personal pension scheme for all other employees. Both of these are defined contribution schemes. The contributions paid to these schemes are charged annually in the financial statements and amounted to £2,236 (1994: £3,114).

14 Parent company

The company is a wholly owned subsidiary of The Stirling Stone Group Limited, a company registered in Scotland.