

Company Registration No. 1337673 (England and Wales)

**BUILDING SOLUTIONS LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER 2002**



# **BUILDING SOLUTIONS LIMITED**

## **COMPANY INFORMATION**

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**Directors**

D J Brennan  
C A E Brennan  
A M Sills

**Secretary**

C A E Brennan

**Company number**

1337673

**Registered office**

Abbey House, Ashville Road  
Gloucester  
Glos.  
Great Britain  
GL2 5EU

**Auditors**

Hazlewoods  
Windsor House  
Barnett Way  
Barnwood  
Gloucester  
GL4 3RT

**Business address**

Abbey House, Ashville Road  
Gloucester  
Glos.  
Great Britain  
GL2 5EU

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# BUILDING SOLUTIONS LIMITED

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# **BUILDING SOLUTIONS LIMITED**

## **DIRECTORS' REPORT for the year ended 31 October 2002**

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The directors present their report and financial statements for the year ended 31 October 2002.

### **Principal activities**

The principal activity of the company continued to be that of building refurbishment, timber and property repair and preservation, together with the provision of protective coatings, structural waterproofing, floor refurbishment and concrete repair in new and old structures.

### **Directors**

The following directors have held office since 1 November 2001:

D J Brennan  
C A E Brennan  
A M Sills

### **Directors' interests**

The directors' interests in the shares of the company were as stated below:

	Ordinary shares of £ 1 each	
	31 October 2002	1 November 2001
D J Brennan	-	-
C A E Brennan	-	-
A M Sills	-	-

The directors have no direct interest in the shares of this company.

The company is a wholly owned subsidiary of The Abbey Group of Gloucester Limited. The directors' interests in the shares of The Abbey Group of Gloucester Limited are shown in the directors' report of that company.

### **Auditors**

Hazlewoods were appointed auditors to the company and in accordance with section 385 of the Companies Act 1985, a resolution proposing that they be re-appointed will be put to the Annual General Meeting.

# **BUILDING SOLUTIONS LIMITED**

## **DIRECTORS' REPORT (CONTINUED) for the year ended 31 October 2002**

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### **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.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board



D J Brennan

**Director**

31 January 2003

# **BUILDING SOLUTIONS LIMITED**

## **INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF BUILDING SOLUTIONS LIMITED**

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We have audited the financial statements of Building Solutions Limited on pages 4 to 11 for the year ended 31 October 2002. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out herein.

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 the directors and auditors**

As described in the statement of directors' responsibilities on page 2 the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

### **Basis of audit opinion**

We conducted our audit in accordance with United Kingdom 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 October 2002 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

**Hazlewoods**

**Chartered Accountants  
Registered Auditor**

31 January 2003

Windsor House  
Barnett Way  
Barnwood  
Gloucester  
GL4 3RT

# **BUILDING SOLUTIONS LIMITED**

## **PROFIT AND LOSS ACCOUNT for the year ended 31 October 2002**

	Notes	2002 £	2001 £
Turnover		1,772,984	1,507,101
Cost of sales		(1,085,024)	(849,617)
Gross profit		687,960	657,484
Administrative expenses		(533,602)	(589,365)
Operating profit	2	154,358	68,119
Interest payable and similar charges		(7,490)	(4,427)
Profit on ordinary activities before taxation		146,868	63,692
Tax on profit on ordinary activities	3	(28,862)	(14,081)
Profit on ordinary activities after taxation		118,006	49,611
Dividends		(120,000)	-
Retained (loss)/profit for the year	10	(1,994)	49,611

# BUILDING SOLUTIONS LIMITED

## BALANCE SHEET as at 31 October 2002

	Notes	£	2002 £	£	2001 £
<b>Fixed assets</b>					
Tangible assets	4		237,382		187,841
<b>Current assets</b>					
Stocks		13,444		13,494	
Debtors	5	316,280		382,869	
Cash at bank and in hand		107,710		27,017	
		<u>437,434</u>		<u>423,380</u>	
<b>Creditors: amounts falling due within one year</b>	6	<u>(388,678)</u>		<u>(359,991)</u>	
<b>Net current assets</b>			<u>48,756</u>		<u>63,389</u>
<b>Total assets less current liabilities</b>			<u>286,138</u>		<u>251,230</u>
<b>Creditors: amounts falling due after more than one year</b>	7		(55,402)		(19,971)
<b>Provisions for liabilities and charges</b>	8				
Deferred tax liability			(7,154)		(5,683)
			<u>223,582</u>		<u>225,576</u>
<b>Capital and reserves</b>					
Called up share capital	9		100		100
Profit and loss account	10		223,482		225,476
<b>Shareholders' funds - equity interests</b>			<u>223,582</u>		<u>225,576</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 31 January 2003



D J Brennan  
Director



# BUILDING SOLUTIONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 October 2002

### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements have been prepared under the historical cost convention, adopting the following principal accounting policies and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

#### 1.2 Turnover

Turnover represents the amounts excluding value added tax receivable during the year for goods and services supplied.

#### 1.3 Tangible fixed assets and depreciation

Depreciation is calculated to write off the cost less estimated residual value of tangible assets over their estimated useful lives at the following rates:

Land and buildings Leasehold	Over the period of the lease
Plant and machinery	20 - 30% of cost per annum
Fixtures, fittings & equipment	20% of cost per annum
Motor vehicles	20% of cost per annum

#### 1.4 Leasing and hire purchase commitments

Assets acquired under hire purchase and finance leases are recorded in the balance sheet as tangible fixed assets at their equivalent capital value. The corresponding liability is included under creditors due within or after one year. The interest element is charged to profit and loss account and represents a constant proportion of the balance of capital repayments outstanding.

#### 1.5 Stock

Stock is valued at the lower of cost and net realisable value. Cost is represented by direct materials and labour together with attributable amounts of fixed and variable overheads incurred in bringing each product to its present location and condition. Net realisable value is estimated selling price less further costs to completion and disposal.

#### 1.6 Deferred taxation

In accordance with Financial Reporting Standard (FRS) 19 Deferred Tax, full provision is made for deferred tax arising from timing differences between the differing treatment of certain items for taxation and accounting purposes. The provision is calculated at the rates of taxation at which it is estimated the liability will arise and is not discounted. No provision is made in respect of timing differences arising from the sale or revaluation of fixed assets unless there is a commitment to the disposal of the assets at the balance sheet date. Deferred tax assets are recognised only to the extent that the directors consider there to be suitable taxable profits which the underlying timing differences can be deducted.

### 2 Operating profit

	2002	2001
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	64,105	52,127
Auditors' remuneration	3,000	2,250
Directors' emoluments	88,945	196,187

## BUILDING SOLUTIONS LIMITED

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 October 2002

3	Taxation	2002 £	2001 £
	U.K. current year taxation		
	U.K. corporation tax at 19% (2001 - 20%)	27,391	8,398
	Deferred taxation	1,471	5,683
		<u>28,862</u>	<u>14,081</u>

# BUILDING SOLUTIONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 October 2002

### 4 Tangible fixed assets

	Land and buildings Leasehold	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£
<b>Cost</b>					
At 1 November 2001	23,249	28,683	26,518	232,395	310,845
Additions	-	10,110	4,388	139,269	153,767
Disposals	-	(1,175)	-	(91,323)	(92,498)
At 31 October 2002	23,249	37,618	30,906	280,341	372,114
<b>Depreciation</b>					
At 1 November 2001	9,718	17,742	20,303	75,241	123,004
On disposals	-	(1,175)	-	(51,202)	(52,377)
Charge for the year	2,620	8,061	5,201	48,223	64,105
At 31 October 2002	12,338	24,628	25,504	72,262	134,732
<b>Net book value</b>					
At 31 October 2002	10,911	12,990	5,402	208,079	237,382
At 31 October 2001	13,531	10,941	6,215	157,154	187,841

Included above are assets held under finance leases or hire purchase contracts as follows:

	Plant and machinery	Motor vehicles	Total
	£	£	£
<b>Net book values</b>			
At 31 October 2002	5,440	123,788	129,228
At 31 October 2001	-	82,289	82,289
<b>Depreciation charge for the year</b>			
31 October 2002	1,360	17,427	18,787
31 October 2001	-	11,169	11,169

# BUILDING SOLUTIONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 October 2002

5 Debtors	2002 £	2001 £
Trade debtors	311,613	308,447
Amounts owed by parent company	-	66,039
Other debtors	4,667	8,383
	<u>316,280</u>	<u>382,869</u>

Amounts falling due after more than one year and included in the debtors above are:

	2002 £	2001 £
Trade debtors	<u>7,335</u>	<u>8,477</u>

6 Creditors: amounts falling due within one year	2002 £	2001 £
Net obligations under hire purchase contracts	39,185	30,001
Trade creditors	87,629	82,947
Amounts owed to fellow subsidiaries	11,070	11,072
Corporation tax payable	27,391	8,398
Other taxation and social security	66,208	73,663
Other creditors	157,195	153,910
	<u>388,678</u>	<u>359,991</u>

7 Creditors: amounts falling due after more than one year	2002 £	2001 £
Net obligations under hire purchase contracts	<u>55,402</u>	<u>19,971</u>

## BUILDING SOLUTIONS LIMITED

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 October 2002

#### 8 Provisions for liabilities and charges

	Deferred taxation £
Balance at 1 November 2001	5,683
Profit and loss account	1,471
	<u>7,154</u>
Balance at 31 October 2002	<u>7,154</u>

Deferred taxation provided in the financial statements is as follows:

	Fully provided 2002 £	2001 £
Accelerated capital allowances	<u>7,154</u>	<u>5,683</u>

#### 9 Share capital

	2002 £	2001 £
<b>Authorised</b>		
100 Ordinary shares of £ 1 each	<u>100</u>	<u>100</u>
<b>Allotted, called up and fully paid</b>		
100 Ordinary shares of £ 1 each	<u>100</u>	<u>100</u>

#### 10 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 November 2001	225,476
Retained loss for the year	(1,994)
	<u>223,482</u>
Balance at 31 October 2002	<u>223,482</u>

## **BUILDING SOLUTIONS LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)** **for the year ended 31 October 2002**

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#### **11 Financial commitments**

At 31 October 2002 the company had annual commitments under non-cancellable operating leases as follows:

	<b>Land and buildings</b>	
	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Expiry date:		
Between two and five years	30,000	-
In over five years	-	28,000
	<hr/>	<hr/>
	30,000	28,000
	<hr/>	<hr/>

#### **12 Control**

The ultimate parent company is The Abbey Group of Gloucester Limited, a company registered in Great Britain.

#### **13 Related party transactions**

The company leased property owned by the trustees of the Brennan Retirement Fund for a rental of £30,000. D J Brennan and Mrs C A E Brennan are beneficiaries of the Brennan retirement fund