

Registration number 3575552

ENDERBY CONSTRUCTION LIMITED

ABBREVIATED ACCOUNTS

30 NOVEMBER 2004



A50 *AW74Z65R* 0282
COMPANIES HOUSE 15/06/05

ENDERBY CONSTRUCTION LIMITED

DIRECTORS' REPORT
FOR THE PERIOD ENDED 30 NOVEMBER 2004

The directors present their report and the accounts for the period ended 30 November 2004.

Principal activity and review of the business

The principal activity of the company is civil engineering.

Following a difficult start to the year the company has improved its trading position and has finished the year satisfactorily.

Results and dividends

The results for the period are set out on page 4.

The directors have paid an interim dividend amounting to £10,000 and they do not recommend payment of a final dividend.

Directors and their interests

The directors who served during the period and their interests in the company are as stated below:

	Ordinary shares	
	30 Nov '04	1 Jun '03
J. M. Walsh	100	100
P. R. Tweddle	-	-
R. W. Mackness (resigned 31 October 2004)	-	-

Charitable and political contributions

During the period the company contributed £1,000 to charities.

Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial period which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that period. In preparing these the directors are required to:

- select suitable accounting policies and 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.

ENDERBY CONSTRUCTION LIMITED

DIRECTORS' REPORT
FOR THE PERIOD ENDED 30 NOVEMBER 2004

Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Robert Whowell & Partners be reappointed as auditors of the company will be put to the Annual General Meeting.

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

This report was approved by the Board on 10 June 2005 and signed on its behalf by

S. Y. Walsh > *Sue Y Walsh.* x

Secretary

INDEPENDENT AUDITORS' REPORT TO ENDERBY CONSTRUCTION LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

FOR THE PERIOD ENDED 30 NOVEMBER 2004

We have examined the abbreviated accounts set out on pages 4 to 14 together with the financial statements of Enderby Construction Limited for the period ended 30 November 2004 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 audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an 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 and the company's shareholders 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 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 considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts 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 in respect of the period ended 30 November 2004, and the abbreviated accounts on pages 4 to 14 are properly prepared in accordance with that provision.



ROBERT WHOWELL & PARTNERS

CHARTERED ACCOUNTANTS
REGISTERED AUDITORS

Westwood House
78 Loughborough Road
Quorn
Leicestershire
LE12 8DX

10 June 2005

ENDERBY CONSTRUCTION LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED 30 NOVEMBER 2004

		Continuing operations	
		Period ended 30 Nov '04 £	Year ended 31 May '03 £
	Notes		
Gross profit		1,254,593	956,014
Administrative expenses		(1,019,381)	(662,278)
Operating profit	2	235,212	293,736
Interest payable and similar charges	3	(37,615)	(36,630)
Profit on ordinary activities before taxation		197,597	257,106
Tax on profit on ordinary activities	6	(53,307)	(48,466)
Profit on ordinary activities after taxation		144,290	208,640
Dividends	7	(10,000)	-
Retained profit for the period		134,290	208,640
Retained profit brought forward		549,260	340,620
Retained profit carried forward		683,550	549,260

There are no recognised gains or losses other than the profit or loss for the above two financial periods.

The notes on pages 7 to 14 form an integral part of these financial statements.

ENDERBY CONSTRUCTION LIMITED

ABBREVIATED BALANCE SHEET
AS AT 30 NOVEMBER 2004

		30 Nov '04		31 May '03	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	8		214,505		427,908
Current assets					
Stocks	9	161,280		1,005,933	
Debtors	10	2,379,381		1,532,761	
		<u>2,540,661</u>		<u>2,538,694</u>	
Creditors: amounts falling due within one year	11	<u>(2,060,960)</u>		<u>(2,243,215)</u>	
Net current assets			<u>479,701</u>		<u>295,479</u>
Total assets less current liabilities			694,206		723,387
Creditors: amounts falling due after more than one year	12		<u>(10,556)</u>		<u>(174,027)</u>
Net assets			<u>683,650</u>		<u>549,360</u>
Capital and reserves					
Called up share capital	13		100		100
Profit and loss account			<u>683,550</u>		<u>549,260</u>
Equity shareholders' funds	14		<u>683,650</u>		<u>549,360</u>

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

The abbreviated accounts were approved by the Board on 10 June 2005 and signed on its behalf by

J. M. Walsh >



.....
Director

The notes on pages 7 to 14 form an integral part of these financial statements.

ENDERBY CONSTRUCTION LIMITED

CASH FLOW STATEMENT
FOR THE PERIOD ENDED 30 NOVEMBER 2004

	Notes	Period ended 30 Nov '04 £	Year ended 31 May '03 £
Reconciliation of operating profit to net cash outflow from operating activities			
Operating profit		235,212	293,736
Depreciation		159,431	158,191
Decrease in stocks		844,653	(318,378)
(Increase) in debtors		(846,620)	(750,841)
(Decrease) in creditors		(308,510)	787,385
Net cash outflow from operating activities		<u>84,166</u>	<u>170,093</u>
Cash flow statement			
Net cash outflow from operating activities		84,166	170,093
Returns on investments and servicing of finance	16	(37,615)	(36,630)
Taxation	16	(55,612)	(58,218)
Capital expenditure	16	48,695	(130,919)
		39,634	(55,674)
Equity dividends paid		(10,000)	-
		29,634	(55,674)
Financing	16	<u>(174,027)</u>	<u>(136,131)</u>
Decrease in cash in the period		<u>(144,393)</u>	<u>(191,805)</u>
Reconciliation of net cash flow to movement in net funds (Note 17)			
Decrease in cash in the period		(144,393)	(191,805)
Cash outflow from increase in debts and lease financing		174,027	136,131
Change in net funds resulting from cash flows		29,634	(55,674)
New finance leases and hire purchase contracts		5,277	(168,174)
Movement in net funds in the period		34,911	(223,848)
Net debt at 1 June 2003		(568,954)	(345,106)
Net debt at 30 November 2004		<u>(534,043)</u>	<u>(568,954)</u>

ENDERBY CONSTRUCTION LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 NOVEMBER 2004

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention.

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Leasehold improvements	-	10% straight line
Plant and machinery	-	20% straight line
Fixtures, fittings and equipment	-	20% straight line
Motor vehicles	-	25% straight line

1.4. Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.5. Stock

Stock and work in progress are valued at the lower of cost and net realisable value.

1.6. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the period.

1.7. Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

ENDERBY CONSTRUCTION LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 NOVEMBER 2004

	Period ended 30 Nov '04	Year ended 31 May '03
	£	£
2. <u>Operating profit</u>		
Operating profit is stated after charging:		
Depreciation and other amounts written off tangible assets	208,667	156,440
Operating lease rentals		
- Plant and machinery	<u>1,757,085</u>	<u>1,170,147</u>
and after crediting:		
Profit/(loss) on disposal of tangible fixed assets	<u>49,236</u>	<u>(1,751)</u>
	Period ended 30 Nov '04	Year ended 31 May '03
	£	£
3. <u>Interest payable and similar charges</u>		
Hire purchase interest	35,878	36,630
On overdue tax	1,737	-
	<u>37,615</u>	<u>36,630</u>
4. <u>Employees</u>		
	Period ended 30 Nov '04	Year ended 31 May '03
Number of employees	Number	Number
The average monthly numbers of employees (including the directors) during the period were:		
Directors	3	3
Office	4	4
Production	70	77
	<u>77</u>	<u>84</u>
Employment costs	30 Nov '04	31 May '03
	£	£
Wages and salaries	2,893,860	2,955,716
Social security costs	11,927	19,580
Other pension costs	31,877	-
	<u>2,937,664</u>	<u>2,975,296</u>

ENDERBY CONSTRUCTION LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 NOVEMBER 2004

	Period ended	Year ended
4.1. <u>Directors' emoluments</u>	30 Nov '04	31 May '03
	£	£
Remuneration and other emoluments	163,196	122,672
Pension contributions	4,317	-
	<u>167,513</u>	<u>122,672</u>
	Number	Number
Number of directors to whom retirement benefits are accruing under a money purchase scheme	<u>3</u>	<u>3</u>

5. **Pension costs**

The company operates a defined contribution pension scheme in respect of the directors and key members of staff. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £31,877 (2003 - £-).

ENDERBY CONSTRUCTION LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 NOVEMBER 2004

6. Tax on profit on ordinary activities

	Period ended 30 Nov '04	Year ended 31 May '03
	£	£
Analysis of charge in period		
Current tax		
UK corporation tax at 19.00% (2003 - 19.00%)	46,161	48,466
Adjustments in respect of previous periods	7,146	-
	<u>53,307</u>	<u>48,466</u>

Factors affecting tax charge for period

The tax assessed for the period is higher than the standard rate of corporation tax in the UK (19%). The differences are explained below:

	Period ended 30 Nov '04	Year ended 31 May '03
	£	£
Profit on ordinary activities before taxation	<u>197,597</u>	<u>257,106</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (31 May 2003 : 19%)	37,543	48,850
Effects of:		
Expenses not deductible for tax purposes	1,384	4,352
Depreciation in excess of capital allowances for period	7,234	(4,736)
Adjustments to tax charge in respect of previous periods	7,146	-
Current tax charge for period	<u>53,307</u>	<u>48,466</u>

7. Dividends

	Period ended 30 Nov '04	Year ended 31 May '03
	£	£
Dividends on equity shares:		
Ordinary shares - interim paid	<u>10,000</u>	<u>-</u>

ENDERBY CONSTRUCTION LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 NOVEMBER 2004

8. <u>Tangible fixed assets</u>	<u>Leasehold</u>	<u>Plant and</u>	<u>Fixtures,</u>	<u>Motor</u>	<u>Total</u>
	<u>improvements</u>	<u>machinery</u>	<u>equipment</u>	<u>vehicles</u>	<u></u>
	£	£	£	£	£
Cost					
At 1 June 2003	1,395	528,990	18,805	212,525	761,715
Additions	-	-	-	38,300	38,300
Disposals	-	(144,937)	-	(99,126)	(244,063)
At 30 November 2004	<u>1,395</u>	<u>384,053</u>	<u>18,805</u>	<u>151,699</u>	<u>555,952</u>
Depreciation					
At 1 June 2003	-	186,420	10,637	136,750	333,807
On disposals	-	(108,330)	-	(92,697)	(201,027)
Charge for the period	135	139,086	4,180	65,266	208,667
At 30 November 2004	<u>135</u>	<u>217,176</u>	<u>14,817</u>	<u>109,319</u>	<u>341,447</u>
Net book values					
At 30 November 2004	<u>1,260</u>	<u>166,877</u>	<u>3,988</u>	<u>42,380</u>	<u>214,505</u>
At 31 May 2003	<u>1,395</u>	<u>342,570</u>	<u>8,168</u>	<u>75,775</u>	<u>427,908</u>

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

<u>Asset description</u>	30 Nov '04		31 May '03	
	<u>Net</u>	<u>Depn</u>	<u>Net</u>	<u>Depn</u>
	<u>book value</u>	<u>charge</u>	<u>book value</u>	<u>charge</u>
	£	£	£	£
Plant and machinery	141,650	93,349	234,999	62,233
Motor vehicles	33,042	30,796	63,838	20,530
	<u>174,692</u>	<u>124,145</u>	<u>298,837</u>	<u>82,763</u>

9. <u>Stocks</u>	30 Nov '04	31 May '03
	£	£
Work in progress	-	827,293
Raw materials	161,280	178,640
	<u>161,280</u>	<u>1,005,933</u>

ENDERBY CONSTRUCTION LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 NOVEMBER 2004

10. Debtors	30 Nov '04	31 May '03
	£	£
Trade debtors	2,306,045	1,422,487
Other debtors	73,336	110,274
	<u>2,379,381</u>	<u>1,532,761</u>

11. Creditors: amounts falling due within one year	30 Nov '04	31 May '03
	£	£
Bank overdraft	436,122	291,729
Net obligations under finance leases and hire purchase contracts	87,365	103,198
Trade creditors	1,101,567	1,482,285
Amounts owed to connected undertakings	91,607	94,198
Corporation tax	46,161	48,466
Other taxes and social security costs	169,539	178,531
Directors' accounts	-	38,808
Other creditors	19,999	-
Accruals and deferred income	108,600	6,000
	<u>2,060,960</u>	<u>2,243,215</u>

The bank overdraft is secured by a debenture over the company's assets dated 19 April 2003.

The hire purchase liabilities are secured.

12. Creditors: amounts falling due after more than one year	30 Nov '04	31 May '03
	£	£
Net obligations under finance leases and hire purchase contracts	<u>10,556</u>	<u>174,027</u>

The hire purchase liabilities are secured.

ENDERBY CONSTRUCTION LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 NOVEMBER 2004

13. <u>Share capital</u>	30 Nov '04	31 May '03
	£	£
Authorised		
100 Ordinary shares of £1 each	100	100
	<u> </u>	<u> </u>
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	100	100
	<u> </u>	<u> </u>
14. <u>Reconciliation of movements in shareholders' funds</u>	30 Nov '04	31 May '03
	£	£
Profit for the period	144,290	208,640
Dividends	(10,000)	-
	<u> </u>	<u> </u>
Opening shareholders' funds	549,360	340,720
	<u> </u>	<u> </u>
Closing shareholders' funds	683,650	549,360
	<u> </u>	<u> </u>

15. Transactions with directors

During the period the company purchased goods from Enderby Building Services for £290,995 and sold goods to Enderby Building Services for £62,288. Enderby Building Services is a business operated by J. M. Walsh, the shareholder and a director of Enderby Construction Limited. The transactions were conducted under normal commercial terms.

At 30 November 2004 the company owed £136,622 to Enderby Building Services. £91,607 of this is included in amounts owed to connected undertakings and £45,015 is included in trade creditors.

Also during the period the company paid £9,000 in rent to J. M. Walsh, the shareholder and a director of Enderby Construction Limited. The transaction was under normal commercial terms.

ENDERBY CONSTRUCTION LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 NOVEMBER 2004

16. Gross cash flows

	30 Nov '04	31 May '03
	£	£
Returns on investments and servicing of finance		
Interest paid	(37,615)	(36,630)
Taxation		
Corporation tax paid	(55,612)	(58,218)
Capital expenditure		
Payments to acquire tangible assets	(43,577)	(132,919)
Receipts from sales of tangible assets	92,272	2,000
	48,695	(130,919)
Financing		
Capital element of finance leases and hire purchase contracts	(174,027)	(136,131)

17. Analysis of changes in net funds

	Opening balance	Cash flows	Other changes	Closing balance
	£	£	£	£
Overdrafts	(291,729)	(144,393)	-	(436,122)
Finance leases and hire purchase contracts	(277,225)	174,027	5,277	(97,921)
Net funds	(568,954)	29,634	5,277	(534,043)