Registrar

Easternrange Limited

Financial statements

For the year ended 31 December 2003

Grant Thornton



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Company No. 4346861

Company information

Company registration number	4346861
Registered office	4-8 Kilwardby Street Ashby de la Zouch Leicestershire LE65 2FU
Directors	D W Wilson L I Wilson
Secretary	J A Gillions
Bankers	Lloyds TSB Bank plc PO Box 33 7 High Street Leicester LE1 9FS
Accountants	Grant Thornton Chartered Accountants 8 West Walk Leicester LE1 7NH

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Report of the directors

The directors present their report and the unaudited financial statements of the company for the year ended 31 December 2003.

Principal activities

The company is principally engaged as property developers.

The directors and their interests in shares of the company

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 31 December 2003	At 1 January 2003
D W Wilson	**1,000,000**	300,000
L I Wilson	**–**	–

Small company provisions

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

BY ORDER OF THE BOARD

J A Gillions
Secretary
19 April 2004

Principal accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover is the amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Stocks

Stocks are valued at the lower of cost and net realisable value.

Joint venture

The company is a partner in a joint venture with Westernrange Limited. These financial statements incorporate the company's share of the income, expenditure, assets and liabilities under the joint venture agreement.

Comparative figures

The comparative figures cover the period from the date of incorporation on 3 January 2002 to 31 December 2002. The company commenced to trade on 5 March 2002.

Profit and loss account

	Note	2003 £	2002 £
Turnover		**449,513**	244,093
Cost of sales		**374,832**	250,083
Gross profit/(loss)		**74,681**	(5,990)
Other operating charges	1	**2,112**	2,000
Operating profit/(loss)	2	**72,569**	(7,990)
Interest receivable		**339**	748
Profit/(loss) on ordinary activities before taxation		**72,908**	(7,242)
Tax on profit/(loss) on ordinary activities	3	**12,555**	–
Retained profit/(loss) for the financial year		**60,353**	(7,242)

The accompanying notes form part of these financial statements.

Balance sheet

	Note	2003 £	2002 £
Current assets			
Stocks	4	**251,203**	558,985
Debtors	5	**1,107,488**	125,025
Cash at bank		**8,620**	10,748
		1,367,311	694,758
Creditors: amounts falling due within one year	6	**314,200**	2,000
Net current assets		**1,053,111**	692,758
Total assets less current liabilities		**1,053,111**	692,758
Capital and reserves			
Called-up equity share capital	8	**1,000,000**	300,000
Share premium account	9	**–**	400,000
Profit and loss account	9	**53,111**	(7,242)
Shareholders' funds		**1,053,111**	692,758

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

(i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and

(ii) preparing financial statements 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 its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

These financial statements were approved by the directors on 19 April 2004 and are signed on their behalf by:

D W Wilson 

The accompanying notes form part of these financial statements.

Notes to the financial statements

1 Other operating income and charges

	2003	2002
	£	£
Administrative expenses	2,112	2,000

2 Operating profit/(loss)

Operating profit/(loss) is stated after charging:

	2003	2002
	£	£
Directors' emoluments	–	–

3 Taxation on ordinary activities

(a) Analysis of charge in the year

	2003	2002
	£	£
Current tax:		
UK Corporation tax based on the results for the year at 19% (2002 - 20%)	12,555	–
Total current tax	12,555	–

(b) Factors affecting current tax charge

The tax assessed on the profit/(loss) on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 19% (2002 - 20%).

	2003	2002
	£	£
Profit/(loss) on ordinary activities before taxation	72,908	(7,242)
Profit/(loss)on ordinary activities by rate of tax	13,853	(1,448)
Expenses not deductible for tax purposes	78	–
Utilisation of tax losses	(1,376)	–
Unused tax losses carried forward	–	1,448
Total current tax (note 3(a))	12,555	–

4 Stocks

	2003	2002
	£	£
Property development stock	251,203	558,985

5 Debtors

	2003	2002
	£	£
Other debtors	**1,107,488**	125,025

Other debtors comprise amounts due from Westernrange Limited under a joint venture agreement in respect of property development at Woodhouse Eaves. The debtor comprises the contributions paid to Westernrange Limited to date amounting to £1,290,000 (2002 - £690,000) and 33% of the sales proceeds to date amounting to £693,606 (2002 - £244,093) less 33% of the development costs incurred to date amounting to £876,118 (2002 - £809,068).

6 Creditors: amounts falling due within one year

	2003	2002
	£	£
Corporation tax	**12,555**	–
Other creditors	**301,645**	2,000
	314,200	2,000

7 Related party transactions

At 31 December 2003 there was an amount of £300,000 (2002 - £nil) due to D W Wilson on director's loan account. No interest was paid on the loan.

The company has entered into a joint venture agreement with Westernrange Limited in respect of the development at Woodhouse Eaves. At 31 December 2003 the company was owed £1,107,488 (2002 - £125,025) by Westernrange Limited (see note 5). D W Wilson is a shareholder and director of Easternrange Limited and the sons and daughter of D W Wilson are shareholders in Westernrange Limited.

In the year ended 31 December 2002 sales were made to J D Wilson £171,259, S E Carley £178,720, the Trustees of the D W Wilson 1991 Accumulation and Maintenance Trust for R E C Wilson £208,699 and the Trustees of the D W Wilson 1991 Accumulation and Maintenance Trust for R W H Wilson £180,997. The sales proceeds were allocated 67% to Westernrange Limited and 33% to Easternrange Limited under the terms of the joint venture agreement (see above). J D Wilson, S E Carley, R E C Wilson and R W H Wilson are the sons and daughter of D W Wilson, a shareholder and director of Easternrange Limited.

8 Share capital

Authorised share capital:

	2003	2002
	£	£
2,000,000 Ordinary shares of £1 each	**2,000,000**	300,000

Allotted, called up and fully paid:

	2003		2002	
	No	£	No	£
Ordinary shares of £1 each	**1,000,000**	**1,000,000**	300,000	300,000

A bonus issue of 400,000 ordinary £1 shares was allotted to D W Wilson utilising the balance of the share premium account. In addition, 300,000 ordinary £1 shares were issued at par.

9 Reconciliation of shareholders' funds and movement on reserves

	Share capital	Share premium account	Profit and loss account	Total share-holders' funds
	£	£	£	£
At 1 January 2003	300,000	400,000	(7,242)	692,758
Retained profit for the year	–	–	60,353	60,353
Other movements				
New equity share capital subscribed	700,000	(400,000)	–	300,000
At 31 December 2003	1,000,000	–	53,111	1,053,111

10 Controlling related party

D W Wilson is the company's controlling related party by virtue of his shareholding in the company.