

Royal Blue Transport Company Limited
Report of the Directors and
Financial Statements For The Year Ended 9 August 2004



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COMPANIES HOUSE 20/05/05

McShane Wright
Chartered Certified Accountants
and Registered Auditors
2 College Street
Higham Ferrers
Northants
NN10 8DZ

Royal Blue Transport Company Limited

Company Information For The Year Ended 9 August 2004

DIRECTORS:

E E Church
P H Church

SECRETARY:

Ms R Parker

REGISTERED OFFICE:

The Garage
Isham Road
Pytchley
Kettering
Northamptonshire
NN14 1EW

REGISTERED NUMBER:

398742

AUDITORS:

McShane Wright
Chartered Certified Accountants
and Registered Auditors
2 College Street
Higham Ferrers
Northants
NN10 8DZ

Royal Blue Transport Company Limited

Report of the Directors For The Year Ended 9 August 2004

The directors present their report with the financial statements of the company for the year ended 9 August 2004.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of road haulage contractor.

DIRECTORS

The directors during the year under review were:

E E Church
P H Church

The beneficial interests of the directors holding office on 9 August 2004 in the issued share capital of the company were as follows:

	9.8.04	10.8.03
Ordinary £1 shares		
E E Church	1,900	1,900
P H Church	834	200

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.

AUDITORS

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

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:



P H Church - Director

Date: 9. 4. 05.

Report of the Independent Auditors to the Shareholders of Royal Blue Transport Company Limited

We have audited the financial statements of Royal Blue Transport Company Limited for the year ended 9 August 2004 on pages four to eleven. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), under the historical cost convention (as modified by the revaluation of certain fixed assets) and the accounting policies set out therein.

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 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described on page two the company's directors are responsible for the preparation of 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 Report of the Directors 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 Report of the Directors 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 9 August 2004 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

McShane Wright

McShane Wright
Chartered Certified Accountants
and Registered Auditors
2 College Street
Higham Ferrers
Northants
NN10 8DZ

Date: *11th May 2005*

Royal Blue Transport Company Limited

Profit and Loss Account For The Year Ended 9 August 2004

	Notes	Year ended 9/8/04 £	Period 1/4/03 to 9/8/03 £
TURNOVER		193,727	72,531
Cost of sales		138,965	54,176
GROSS PROFIT		54,762	18,355
Administrative expenses		71,879	33,539
		(17,117)	(15,184)
Other operating income		36,210	11,295
OPERATING PROFIT/(LOSS)	2	19,093	(3,889)
Interest receivable and similar income		1,600	407
		20,693	(3,482)
Interest payable and similar charges		664	-
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		20,029	(3,482)
Tax on profit/(loss) on ordinary activities	3	5,151	(599)
PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION		14,878	(2,883)
RETAINED PROFIT/(DEFICIT) FOR THE YEAR		14,878	(2,883)

The notes form part of these financial statements

Royal Blue Transport Company Limited

Statement of Total Recognised Gains and Losses For The Year Ended 9 August 2004

	Year ended 9/8/04 £	Period 1/4/03 to 9/8/03 £
PROFIT/(LOSS) FOR THE FINANCIAL YEAR	14,878	(2,883)
Unrealised surplus on revaluations	180,000	267,137
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR	<u>194,878</u>	<u>264,254</u>

The notes form part of these financial statements

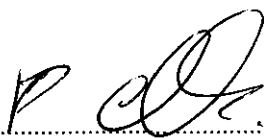
Royal Blue Transport Company Limited

Balance Sheet 9 August 2004

	Notes	2004 £	£	2003 £	£
FIXED ASSETS					
Tangible assets	4		371,777		360,541
Investments	5		240,031		85,031
			<u>611,808</u>		<u>445,572</u>
CURRENT ASSETS					
Stocks		3,906		1,000	
Debtors	6	76,409		81,640	
Cash at bank and in hand		117,180		125,545	
		<u>197,495</u>		<u>208,185</u>	
CREDITORS					
Amounts falling due within one year	7	26,476		69,717	
NET CURRENT ASSETS					
			<u>171,019</u>		<u>138,468</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
			<u>782,827</u>		<u>584,040</u>
CREDITORS					
Amounts falling due after more than one year	8		(2,364)		-
PROVISIONS FOR LIABILITIES AND CHARGES					
	9		(1,545)		-
			<u>778,918</u>		<u>584,040</u>
CAPITAL AND RESERVES					
Called up share capital	10		5,000		5,000
Revaluation reserve	11		536,973		359,801
Profit and loss account	11		236,945		219,239
SHAREHOLDERS' FUNDS					
			<u>778,918</u>		<u>584,040</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 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD:



.....
P H Church - Director

Approved by the Board on 9th April 2005

The notes form part of these financial statements

Royal Blue Transport Company Limited

Notes to the Financial Statements For The Year Ended 9 August 2004

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

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.

Freehold property	- 2% on cost
Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 20% on reducing balance
Motor vehicles	- 25% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

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

Investments

Investments which have been classified as fixed assets are included at cost or valuation, less any reductions in the value of those investments which are considered to be permanent.

2. OPERATING PROFIT/(LOSS)

The operating profit (2003 - operating loss) is stated after charging/(crediting):

	Year ended 9/8/04 £	Period 1/4/03 to 9/8/03 £
Depreciation - owned assets	15,294	5,449
Profit on disposal of fixed assets	(650)	-
Auditors remuneration	1,250	-
	<u> </u>	<u> </u>
Directors' emoluments and other benefits etc	23,203	7,989
	<u> </u>	<u> </u>

Royal Blue Transport Company Limited

Notes to the Financial Statements - continued For The Year Ended 9 August 2004

3. TAXATION

Analysis of the tax charge/(credit)

The tax charge/(credit) on the profit on ordinary activities for the year was as follows:

	Year ended 9/8/04 £	Period 1/4/03 to 9/8/03 £
Current tax:		
UK corporation tax	3,606	(599)
Deferred tax	1,545	-
Tax on profit/(loss) on ordinary activities	<u>5,151</u>	<u>(599)</u>

4. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST OR VALUATION			
At 10 August 2003	300,000	232,499	532,499
Additions	-	5,880	5,880
Disposals	-	(15,000)	(15,000)
Revaluations	25,000	-	25,000
At 9 August 2004	<u>325,000</u>	<u>223,379</u>	<u>548,379</u>
DEPRECIATION			
At 10 August 2003	-	171,958	171,958
Charge for year	-	15,294	15,294
Eliminated on disposal	-	(10,650)	(10,650)
At 9 August 2004	<u>-</u>	<u>176,602</u>	<u>176,602</u>
NET BOOK VALUE			
At 9 August 2004	<u>325,000</u>	<u>46,777</u>	<u>371,777</u>
At 9 August 2003	<u>300,000</u>	<u>60,541</u>	<u>360,541</u>

Royal Blue Transport Company Limited

Notes to the Financial Statements - continued For The Year Ended 9 August 2004

4. TANGIBLE FIXED ASSETS - continued

Cost or valuation at 9 August 2004 is represented by:

	Land and buildings £	Plant and machinery etc £	Totals £
Valuation in 2003	282,796	-	282,796
Valuation in 2004	25,000	-	25,000
Cost	17,204	223,379	240,583
	<u>325,000</u>	<u>223,379</u>	<u>548,379</u>

If freehold land and buildings had not been revalued they would have been included at the following historical cost:

	2004 £	2003 £
Cost	17,204	17,204
Aggregate depreciation	<u>4,243</u>	<u>3,899</u>

Freehold land and buildings were valued on an open market basis on 9 August 2004 by the directors.

The directors consider that the market value of the land and buildings to be in region of £325,000 as at the year end.

5. FIXED ASSET INVESTMENTS

	Listed investme- nts £	Unlisted investme- nts £	Totals £
COST OR VALUATION			
At 10 August 2003	31	85,000	85,031
Revaluations	-	155,000	155,000
At 9 August 2004	<u>31</u>	<u>240,000</u>	<u>240,031</u>
NET BOOK VALUE			
At 9 August 2004	<u>31</u>	<u>240,000</u>	<u>240,031</u>
At 9 August 2003	<u>31</u>	<u>85,000</u>	<u>85,031</u>

Cost or valuation at 9 August 2004 is represented by:

The investment property was valued at £240,000 on 9th February 2005 by J.H.H. Abbott FRICS, of Abbott Chartered Surveyors. The property was valued on an open market basis. The directors consider that the valuation as at the year end is not materially different to this figure.

Market value of listed investments at 9 August 2004 - £1,010 (2003 - £803).

Royal Blue Transport Company Limited

Notes to the Financial Statements - continued For The Year Ended 9 August 2004

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR				2004	2003
				£	£
	Trade debtors		55,236	66,002	
	Other debtors		21,173	15,638	
			<u>76,409</u>	<u>81,640</u>	
7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR				2004	2003
			£	£	
	Hire purchase contracts		1,537	-	
	Trade creditors		12,570	17,494	
	Taxation and social security		5,357	20,608	
	Other creditors		7,012	31,615	
			<u>26,476</u>	<u>69,717</u>	
8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR				2004	2003
			£	£	
	Hire purchase contracts		2,364	-	
			<u>2,364</u>	<u>-</u>	
9. PROVISION FOR LIABILITIES AND CHARGES				2004	2003
			£	£	
	Deferred tax		1,545	-	
			<u>1,545</u>	<u>-</u>	
				Deferred tax	
				£	
	Accelerated capital allowances			1,545	
				<u>1,545</u>	
	Balance at 9 August 2004			<u>1,545</u>	
10. CALLED UP SHARE CAPITAL					
Authorised:					
Number:	Class:	Nominal value:	2004	2003	
			£	£	
20,000	Ordinary	£1	<u>20,000</u>	<u>20,000</u>	
Allotted, issued and fully paid:					
Number:	Class:	Nominal value:	2004	2003	
			£	£	
5,000	Ordinary	£1	<u>5,000</u>	<u>5,000</u>	

Royal Blue Transport Company Limited

Notes to the Financial Statements - continued For The Year Ended 9 August 2004

11. RESERVES

	Profit and loss account £	Revaluat- ion reserve £	Totals £
At 10 August 2003	219,239	359,801	579,040
Retained profit for the year	14,878	-	14,878
Transfer	2,828	177,172	180,000
	<hr/>	<hr/>	<hr/>
At 9 August 2004	236,945	536,973	773,918
	<hr/>	<hr/>	<hr/>

12. RELATED PARTY DISCLOSURES

During the period the company repaid R W Church (dec'd) the entirety of his outstanding directors loan account. Otherwise there were no other transactions involving directors during the year. At the balance sheet date the following amounts were due to the respective directors: P H Church - £2,681 (March 2003 - £2,681); R W Church (dec'd) - £nil (March 2003 - £25,009); and E E Church - £388 (March 2003 - £388).

13. ULTIMATE CONTROLLING PARTY

The company is under the joint control of the directors.