

Company number : 617579

**J C Payne Engineering Limited**

**Abbreviated Accounts**

**for the year ended**

**31st December 2002**

**Wenn Townsend**

Chartered Accountants

**Oxford**



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**Auditors' Report to J C Payne Engineering Limited  
under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 2 to 5 together with the financial statements of J C Payne Engineering Limited for the year ended 31st December 2002 prepared under Section 226 of the Companies Act 1985.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing abbreviated accounts in accordance with Section 246 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 Sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

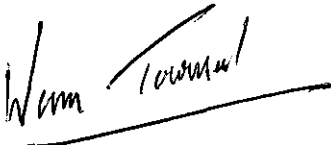
This report is made solely to the company's members as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its members as a body, for our audit work, for this report, or for the opinions we have formed.

**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 financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985 in respect of the year ended 31st December 2002, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with these provisions.



**Wenn Townsend**  
**Chartered Accountants and**  
**Registered Auditors**  
**Oxford**

16<sup>th</sup> May 2003

WENN TOWNSEND

# J C Payne Engineering Limited

## Abbreviated Balance Sheet 31st December 2002

2001

### Notes

#### Fixed Assets

Tangible assets	2	1,171,065	1,171,585
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#### Current Assets

Stocks	7,432	7,432
Debtors	71,041	33,326
Investments	530,558	648,850
Cash at bank and in hand	1,047	1,000
	<u>610,078</u>	<u>690,608</u>

#### Creditors: amounts falling due within one year

(57,332)	(40,611)
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#### Net Current assets

552,746	649,997
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#### Total Assets Less Current Liabilities

1,723,811	1,821,582
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#### Provisions for Liabilities and Charges

(51,959)	(51,959)
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#### Net Assets

<u>£1,671,852</u>	<u>£1,769,623</u>
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#### Capital and Reserves

Called up share capital	3	5,251	5,251
Revaluation reserve		39,811	173,044
Other reserves		2,749	2,749
Profit and loss account		1,624,041	1,588,579

#### Shareholders' Funds

<u>£1,671,852</u>	<u>£1,769,623</u>
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The abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

The abbreviated accounts were approved by the Board on 14<sup>th</sup> May 2003 and signed on its behalf by

J C Payne  
Director



The notes on pages 3 to 4 form an integral part of these financial statements.

**J C Payne Engineering Limited**

**Notes to the Abbreviated Financial Statements  
for the year ended 31st December 2002**

**1. Accounting Policies**

**1.1. Accounting convention**

The accounts are prepared under the historical cost convention modified to include the revaluation of certain fixed assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standards on the grounds that it qualifies as a small company under the Companies Act 1985.

**1.2. Turnover**

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

**1.3. Tangible fixed assets and depreciation**

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

Plant and machinery                      -     20% reducing balance

Freehold land and buildings are held as investments. Statement of Accounting Practice number 19 requires that investment properties are valued annually and the aggregate surplus or deficit is transferred to the revaluation reserve.

In accordance with Statement of Standard Accounting Practice number 19 no depreciation is provided in respect of investment properties, such properties being held not for consumption but for investment.

**1.4. Investments**

Investments are stated at market value. Gains or losses arising on revaluation are recognised in the Statement of Total Recognised Gains and Losses. Profits or losses arising on disposal are determined by reference to the difference between the valuation and the sale proceeds and are recognised in the profit and loss account. Investment income is credited to the profit and loss account when receivable.

**1.5. Stock**

Stock is valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realised value is based on estimated selling price less the estimated cost of disposal.

**1.6. Pensions**

Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

**1.7. Deferred taxation**

Full 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.

**J C Payne Engineering Limited**

**Notes to the Abbreviated Financial Statements  
for the year ended 31st December 2002**

..... continued

**2. Fixed assets**

**Cost/revaluation**

At 1st January 2002 and  
at 31st December 2002

**Tangible  
fixed  
assets**

£1,172,808

**Depreciation**

At 1st January 2002  
Charge for year

1,223

520

At 31st December 2002

£ 1,743

**Net book values**

At 31st December 2002

£1,171,065

At 31st December 2001

£1,171,585

**3. Share capital**

**2001**

**Authorised**

10,000 Ordinary shares of £1 each

£ 10,000

£ 10,000

**Allotted, called up and fully paid**

5,251 Ordinary shares of £1 each

£ 5,251

£ 5,251

**4. Related party transactions**

During the year J C Payne Limited charged rent of £30,000 (2001: £31,875) to F J Payne & Son Limited. The balance outstanding at the end of the year is £23,000 (2001: £52,123 against which a full provision was made). The nature of the relationship is that of close family member between directors of the two companies.