

**TYNE-TEES FILTRATION LIMITED**  
**ABBREVIATED ACCOUNTS**  
**FOR THE YEAR ENDED 30TH SEPTEMBER 2000**



# **AUDITORS' REPORT TO TYNE-TEES FILTRATION LIMITED**

## **UNDER SECTION 247B OF THE COMPANIES ACT 1985**

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We have examined the abbreviated accounts set out on pages 2 to 5 together with the accounts of Tyne-Tees Filtration Limited for the year ended 30th September 2000 prepared under section 226 of the Companies Act 1985.

### **Respective Responsibilities of Directors and Auditors**

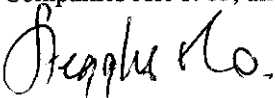
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (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.

### **Basis of Opinion**

We have carried out procedures we considered necessary to confirm, by reference to the accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered 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 accounts.

### **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, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.



**Steggles & Co**  
**Chartered Accountants and Registered Auditors**  
**11 Peel Street**  
**Farnworth**  
**Bolton**  
**BL4 8AA**  
**6th December 2000**

# TYNE-TEES FILTRATION LIMITED

## ABBREVIATED BALANCE SHEET

AS AT 30TH SEPTEMBER 2000

	Notes	£	2000 £	£	1999 £
<b>Fixed Assets</b>	2				
Tangible fixed assets			523,333		488,079
<b>Current Assets</b>					
Stock and work in progress		351,859		364,608	
Debtors		497,783		593,373	
Cash at bank and in hand		43		123	
		849,685		958,104	
<b>Creditors: Amounts Falling Due Within One Year</b>		853,899		911,449	
<b>Net Current Liabilities/Assets</b>			(4,214)		46,655
<b>Total Assets Less Current Liabilities</b>			519,119		534,734
<b>Creditors: Amounts Falling Due After More Than One Year</b>			135,997		156,215
<b>Provisions for Liabilities and Charges</b>					
Deferred taxation			964		5,241
			382,158		373,278
<b>Capital and Reserves</b>					
Share capital	5		100,000		100,000
Revaluation reserve			114,059		114,059
Profit and loss account			168,099		159,219
<b>Shareholders' Funds</b>			382,158		373,278

The accounts 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.

These accounts were approved by the board on 6th December 2000 and signed on its behalf.

Mr I.N. Parry  
Director

# **TYNE-TEES FILTRATION LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS**

**FOR THE YEAR ENDED 30TH SEPTEMBER 2000**

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### **1 Accounting Policies**

#### **Basis of Accounting**

The Accounts have been prepared under the historical cost convention except that certain freehold properties are shown at their revalued amounts.

#### **Turnover**

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

#### **Depreciation**

Depreciation is calculated to write down the cost or valuation less estimated residual value of all tangible fixed assets other than freehold land by equal annual instalments over their expected useful lives. The rates and periods generally applicable are:

Freehold properties	2 % per annum
Plant and machinery	10 % per annum
Motor vehicles	20 % per annum
Furniture and equipment	10 % per annum
Computer equipment	20 % per annum

#### **Stocks**

Stocks are stated at the lower of cost and net realisable value. Cost represents materials, direct labour and appropriate production overheads.

The company has an arrangement with a long established overseas supplier that consignment stocks are held in sufficient quantities to service the UK market. At 30th September, 2000 consignment stocks in the sum of £312,430 were held (1999 £327,273). These stocks are not included in the accounts since stock transfer prices charged by the manufacturer are based on their list price at the date of transfer of legal title. There are no penalties or compensation payments on the return\transfer of stocks and no deposits are paid by Tyne-Tees Filtration Limited.

#### **Deferred Taxation**

Deferred tax is provided for under the liability method using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability will crystallise.

#### **Contribution to Pension Funds**

The pension costs charged against profits represent the amount of the contributions payable to the scheme in respect of the accounting period.

# TYNE-TEES FILTRATION LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

### FOR THE YEAR ENDED 30TH SEPTEMBER 2000

#### *Revaluation Reserve*

The revaluation reserve represents an uplift on the net book value of fixed assets from historical cost to the revalued amount.

#### **Leased Assets**

Assets held under finance leases and hire purchase contracts are capitalised in the Balance Sheet and depreciated over their expected useful lives. The interest element of leasing payments is charged to the Profit and Loss Account in equal instalments over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the Profit and Loss Account on a straight line basis over the lease term.

#### **2 Fixed Assets**

	<b>Tangible Fixed Assets</b>	<b>Total</b>
	<b>£</b>	<b>£</b>
<b>Cost</b>		
At 1st October 1999	921,999	921,999
Additions	157,318	157,318
Disposals	(53,145)	(53,145)
<b>At 30th September 2000</b>	<b>1,026,172</b>	<b>1,026,172</b>
<b>Depreciation and Amortisation</b>		
At 1st October 1999	433,920	433,920
Charge for the year	90,113	90,113
On disposals	(21,194)	(21,194)
<b>At 30th September 2000</b>	<b>502,839</b>	<b>502,839</b>
<b>Net Book Value</b>		
<b>At 30th September 2000</b>	<b>523,333</b>	<b>523,333</b>
<i>At 30th September 1999</i>	<i>488,079</i>	<i>488,079</i>

The gross amount of land and buildings includes a valuation made in 1988 in the sum of £174,433 and in 1998 in the sum of £(60,374). The resulting net surplus of £114,059 is reflected in the revaluation reserve.

The net book amount of fixed assets includes £157,958 (1999 - £106,864) in respect of assets held under hire purchase contracts.

# TYNE-TEES FILTRATION LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2000

### 3 Secured Creditors

Bank loans and overdrafts of £408,122 (1999 - £391,330) are secured by a fixed and floating charge over all of the company's assets.

### 4 Obligations Under Hire Purchase and Finance Leases

Obligations under hire purchase contracts are analysed :

Current obligations

Obligations due between one and five years

2000	1999
£	£

31,708	11,512
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31,216	7,649
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<u>62,924</u>	<u>19,161</u>
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### 5 Share Capital

2000	1999
£	£

Authorised

100,000 Ordinary shares of £1.00 each

100,000	100,000
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<u>100,000</u>	<u>100,000</u>
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Allotted

100,000 Allotted, called up and fully paid ordinary shares of £1.00 each

<u>100,000</u>	<u>100,000</u>
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### 6 Transactions with Directors

Debit balances on overdrawn directors' loan accounts at the beginning and end of the financial year, in respect of Mr I N Parry, amounted to £9,824 and £15,417 respectively and are included in the figure of debtors. The maximum balance outstanding during the year was £60,117 (1999 - £51,029).