

1 / N.C. ENGINEERING LIMITED

1174902

REPORT OF THE DIRECTORS

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The Directors present their report together with audited accounts for the year ended 31st March 1984.

PRINCIPAL ACTIVITY

The company trades as Engineers and Dealers in engineering plant and equipment.

REVIEW OF BUSINESS

A summary of the results of the year's trading is given in the Profit and Loss Account on page four. There was a significant increase in turnover resulting in an increase in pre-tax profits.

There were difficult trading conditions during the year and the Directors consider that the additional profit achieved from the ordinary activities of the company are satisfactory and anticipate a further increase in turnover and profits in the current accounting period ending 31st March 1985.

DIVIDENDS

An interim dividend of £14,900 was paid on 1st July 1983. No final dividend is recommended.

TAXATION

A liability to Corporation tax arises of approximately £30,000 based on the profits for the year.

DIRECTORS

The directors during the year were:

K.R. Jeffreys
R. Elliot-Green
G.J. Bryant
R.J. Doyle

SHARE INTERESTS OF DIRECTORS

	31.3.84 Ordinary Shares of £1 each	31.3.83 Ordinary Shares of £1 each
K.R. Jeffreys	85,100	85,100
G.J. Bryant	10,000	10,000
R.J. Doyle	600	500
	=====	=====

SHARE CAPITAL

An ordinary resolution was passed on 15th July 1983 increasing the authorised share capital by 50,000 ordinary shares of £1 each. On the same date 310 Ordinary shares of £1 each were allotted and fully paid for cash at a premium of £6 per share to increase the capital base of the company.



N.C. ENGINEERING LIMITED

REPORT OF THE DIRECTORS (CONTINUED)

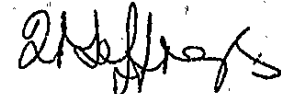
FIXED ASSETS

Movements in fixed assets are shown in the notes to the accounts.

AUDITORS

The auditors, Jones Feldman, are willing to continue in office and will be proposed for re-appointment in accordance with Section 14 of the Companies Act 1976 at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD



I.T. JEFFREYS
Secretary

N.C. Engineering Limited,
4 Half Moon Street,
London W1.

30th April 1984

**REPORT OF THE AUDITORS TO THE DIRECTORS OF N.C.ENGINEERING LIMITED
UNDER SECTION 7 (5) OF THE COMPANIES ACT 1981**

We have examined the modified accounts which have been properly prepared in accordance with Section 6 of the Companies Act 1981. In our opinion, the company satisfies the requirements of Section 7 (8) of the Companies Act 1981 for exemption as a medium-sized company for the year ended 31st March 1984.

As auditors of N.C.Engineering Limited, on 26th April 1984 we reported to the members on the accounts of the company prepared under Section 1 of the Companies Act 1976 for the year ended 31st March 1984 as follows:

"We have audited the accounts in accordance with approved auditing standards.

In our opinion, the financial statements which have been prepared under the historical cost convention give a true and fair view of the state of the company's affairs at 31st March 1984 and of its profit for the year ended on that date and comply with the Companies Acts 1948 to 1981".

JONES FELDMAN
Chartered Accountants

2nd May 1984

JF

N.C.ENGINEERING LIMITED
MODIFIED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 1984

	Notes	1984	1983
		£	£
GROSS PROFIT		750,674	550,930
Administrative expenses		393,255	325,318
Other operating charges		209,319	107,697
		<u>602,574</u>	<u>433,015</u>
OPERATING PROFIT	3	148,100	117,915
Income from Leased Assets		27,900	41,000
Gain on disposal of Leasehold Premises		3,378	-
Interest received		28,720	21,418
PROFIT on ordinary activities before taxation		<u>208,098</u>	<u>180,333</u>
TAXATION	6	(29,000)	1,500
PROFIT on ordinary activities after taxation		<u>179,098</u>	<u>181,833</u>
DIVIDENDS	8	(14,900)	-
RETAINED PROFIT for the financial year		<u>164,198</u>	<u>181,833</u>
RETAINED PROFIT AT 1st April 1983.		588,633	406,800
RETAINED PROFIT AT 31st March 1984		<u>£752,831</u>	<u>£588,633</u>

The notes on pages 6 to 9 form part of these accounts.

N.C. ENGINEERING LIMITED

MODIFIED BALANCE SHEET AS AT 31ST MARCH 1984

	Notes	1984	1983
		£	£
FIXED ASSETS	7		
Tangible assets		367,378	227,712
CURRENT ASSETS			
Stocks		306,586	515,191
Debtors	9	611,383	724,049
Cash at bank and in hand		814,193	371,888
		<u>1,732,162</u>	<u>1,611,128</u>
CREDITORS: amounts falling due within one year	10	<u>1,204,084</u>	<u>1,140,905</u>
NET CURRENT ASSETS		<u>528,078</u>	<u>470,223</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>895,456</u>	<u>697,935</u>
CREDITORS: amounts falling due after more than one year			
Hire Purchase		31,153	-
		<u>£864,303</u>	<u>£697,935</u>
CAPITAL AND RESERVES			
Called up share capital	11	100,310	100,000
Share premium account		1,860	-
Capital reserve		9,302	9,302
Profit and loss account		752,831	588,633
		<u>£864,303</u>	<u>£697,935</u>

In preparing these modified accounts, we have relied upon the exemptions for individual accounts provided by Section 6 of the Companies Act 1981 and we have done so on the ground that the company is entitled to the benefit of those exemptions as a medium-sized company.

K.R. Jeffreys
G.J. Bryant

K.R. JEFFREYS

G.J. BRYANT

) DIRECTORS

Approved by the Board: 30th April 1984

The notes on pages 7 to 10 form part of these accounts.

NOTES TO THE MODIFIED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 1984

1. ACCOUNTING POLICIES

(a) Basis of accounting

The accounts have been prepared under the historical cost convention.

(b) Turnover

Turnover represents net invoiced sales of goods excluding value added tax.

(c) Tangible fixed assets

Depreciation has been provided at the rates set out below on the reducing balance method.

Freehold Property	Nil
Leasehold Premises	See Note (i)
Motor Vehicles	25% p.a.
Furniture, Fixtures & Fittings	15% p.a.
Plant, Machinery & Equipment	15% p.a.
Plant out on Lease	See note (ii)

(i) Leasehold Premises are being amortized over the period of the lease on a straight-line basis.

(ii) Plant out on Lease is being depreciated on a straight-line basis over a period of two and a half years.

(d) Stocks

Stocks have been valued at lower of cost or net realizable value, on a basis consistent with previous years.

(e) Deferred taxation

The directors have considered that no transfer to Deferred Taxation need be made on account of timing differences between the treatment of certain items for account purposes and the treatment for taxation purposes and also in respect of Stock Relief claims. In the opinion of the directors there is no liability to arise in the foreseeable future. No provision has been made for Capital Gains tax arising from the revaluation of the Company's freehold property.

(f) Foreign Currencies

Assets in foreign currencies are converted at rates of exchange ruling on the balance sheet date, or at the lower of those at which commitments have been made for the purchase and re-sale of trading stock.

NOTES TO THE MODIFIED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 1984 (CONTINUED)

3. OPERATING PROFIT

The operating profit is
stated after charging:

	1984	1983
	£	£
Depreciation	72,545	32,628
Leasing and Hire of Equipment	23,875	18,737
Directors Remuneration	66,560	65,970
Staff Costs	170,636	112,598
Auditors Remuneration	2,700	2,000
	=====	=====

4. STAFF COSTS

	1984	1983
	£	£
Wages and Salaries	145,214	93,127
Social Security Costs	19,050	14,871
Other pension costs	6,372	4,600
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	170,636	112,598
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The average number of monthly employees during the year was as follows:

	1984	1983
Office and Management	5	4
Sales and Installation	12	10
	==	==

5. DIRECTORS EMOLUMENTS

	1984	1983
Management remuneration	£66,560	£65,970
Pension scheme contributions	£4,400	£4,000
	=====	=====

The emoluments of the Directors excluding pension contributions were as follows:

	1984	1983
Highest Paid Director	£24,000	£24,000
	=====	=====
Other directors	Number	Number
£20,001 to £25,000	2	2

6. TAXATION

	Profit and Loss		Balance Sheet	
	1984	1983	1984	1983
Corporation tax on profits for the year	30,000	1,000		
Advance Corporation Tax recoverable		-	(7,796)	(1,410)
Taxation Provision Written back	(1,000)	(2,500)		
Amount due				
1983 accounts			Nil	1,000
1984 accounts			30,000	Nil
	-----	-----		
Charge for year	29,000	(1,500)		
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Balance Sheet			22,204	(410)
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N.C. ENGINEERING LIMITED

NOTES TO THE MODIFIED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 1984 (CONTINUED)

7. TANGIBLE FIXED ASSETS

	Cost 1.4.83	Additions	Disposals	Balance 31.3.84
Plant out on Lease	74,911	84,436	-	159,347
Furniture, Fixtures & Fittings	35,542	9,788	(1,000)	44,330
Plant, Machinery & Equipment	80,181	103,425	(50,000)	133,606
Motor Vehicles	46,856	68,996	(23,043)	92,809
Leasehold Premises	7,993	271	(123)	8,141
Freehold Property	49,509	-	-	49,509
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	294,992	266,916	(74,166)	487,742
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	Depreciation 1.4.83	Provided in Year	Relieved on Disposal	Balance 31.3.84
Plant out on Lease	22,473	38,408	-	60,881
Furniture, Fixtures & Fittings	8,915	5,313	(900)	13,328
Plant, Machinery & Equipment	10,891	7,255	-	18,146
Motor Vehicles	25,001	20,551	(18,561)	26,991
Leasehold Premises	-	1,018	-	1,018
Freehold Property	-	-	-	-
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	67,280	72,545	(19,461)	120,364
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	Net Book Amounts 31.3.84	Net Book Amounts 31.3.83
Plant out on Lease	98,466	52,438
Furniture, Fixtures & Fittings	31,002	26,627
Plant Machinery & Equipment	115,460	69,290
Motor Vehicles	65,818	21,855
Leasehold premises	7,123	7,993
Freehold property	49,509	49,509
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	367,378	227,712
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8. DIVIDENDS

An interim dividend of £14,900 was paid on 1st July 1983 in respect of the financial year ending 31st March 1984. No final dividend is recommended.

9. DEBTORS

	1984 £	1983 £
Trade Debtors	592,605	699,125
Other Debtors	2,673	15,000
Prepayments	16,105	9,924
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	611,383	724,049
	=====	=====

N.C.ENGINEERING LIMITED

NOTES TO THE MODIFIED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 1984 (CONTINUED)

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	1984 £	1983 £
Directors current account	4,416	749
Trade Creditors	888,518	862,180
Social Security and other taxes (PAYE, National Insurance and VAT)	258,102	171,757
Taxation	22,204	1,000
Other creditors	25,964	97,017
Accruals	4,880	8,202
	<u>£1,204,084</u>	<u>£1,140,905</u>

11. CALLED UP SHARE CAPITAL

	1984 £	1983 £
Authorised		
150,000 (1983 100,000) Ordinary Shares of £1 Each (Note A)	<u>£150,000</u>	<u>£100,000</u>
Allotted, issued and fully paid		
100,310 (1983 100,000) Ordinary Shares of £1 Each (Note B)	<u>£100,310</u>	<u>£100,000</u>

Note A: An Ordinary Resolution passed by the company on 15th July 1983 increasing the authorised share capital by 50,000 to 150,000 Ordinary Shares of £1 Each.

Note B: During the year 310 Ordinary Shares of £1 Each were allotted and fully paid for cash at a premium of £6 per Share to increase the capital base of the company.

12. CONTINGENT LIABILITIES

There are contingent liabilities in relation to bank facilities relating to forward foreign exchange contracts and documentary credits.

13. COMPARATIVE FIGURES

The comparative figures relate to the year ended 31st March 1983.