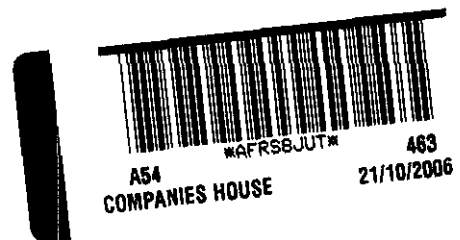


Company Registration No. 1374225 (England and Wales)

Claro Precision Engineering Limited

Abbreviated Accounts
For The Year Ended 30 June 2006



CLARO PRECISION ENGINEERING LIMITED

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CLARO PRECISION ENGINEERING LIMITED

INDEPENDENT AUDITORS' REPORT TO CLARO PRECISION ENGINEERING LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 4, together with the financial statements of Claro Precision Engineering Limited for the year ended 30 June 2006 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company those matters we are required to state to them in an auditors' report on abbreviated accounts 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, for our audit work, for this report, or for the opinions we have formed.

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 abbreviated accounts have been properly prepared in accordance with those provisions and to report our opinion to you.

Basis of audit opinion

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

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 have been properly prepared in accordance with those provisions.

Garbutt & Elliott Limited

Garbutt & Elliott Limited

20 October 2006

Chartered Accountants
Registered Auditors

2 Stable Court
Beechwoods
Elmete Lane
Roundhay
LEEDS
LS8 2LQ


CLARO PRECISION ENGINEERING LIMITED

ABBREVIATED BALANCE SHEET AS AT 30 JUNE 2006

	Notes	2006 £	£	2005 £	£
Fixed assets					
Tangible assets	2		732,852		773,466
Current assets					
Stocks		219,017		229,888	
Debtors		2,457,407		2,291,170	
Cash at bank and in hand		217		10,070	
		2,676,641		2,531,128	
Creditors: amounts falling due within one year		(1,044,386)		(1,020,528)	
Net current assets			1,632,255		1,510,600
Total assets less current liabilities			2,365,107		2,284,066
Creditors: amounts falling due after more than one year	3		(781,789)		(973,282)
Provisions for liabilities			(103,905)		(110,441)
			1,479,413		1,200,343
Capital and reserves					
Called up share capital	4		10,000		10,000
Profit and loss account			1,469,413		1,190,343
Shareholders' funds			1,479,413		1,200,343

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the Board for issue on 10/10/06


M A Doxey
Director

CLARO PRECISION ENGINEERING LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2006

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Leasehold land and buildings	20% straight line
Plant and machinery	15% straight line
Fixtures, fittings & equipment	15-33% straight line
Motor vehicles	25% straight line

1.4 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated in accordance with the policy stated above. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.5 Stock

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

1.6 Deferred taxation

The accounting policy in respect of deferred tax has been changed to reflect the requirements of FRS19 - Deferred tax. Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

CLARO PRECISION ENGINEERING LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2006

2 Fixed assets

	Tangible assets £
Cost	
At 1 July 2005	2,057,017
Additions	193,262
Disposals	(229,432)
	<hr/>
At 30 June 2006	2,020,847
	<hr/>
Depreciation	
At 1 July 2005	1,283,551
On disposals	(175,674)
Charge for the year	180,118
	<hr/>
At 30 June 2006	1,287,995
	<hr/>
Net book value	
At 30 June 2006	732,852
	<hr/> <hr/>
At 30 June 2005	773,466
	<hr/> <hr/>

3 Creditors: amounts falling due after more than one year

The aggregate amount of creditors for which security has been given amounted to £830,245 (2005 - £984,298).

4 Share capital

	2006 £	2005 £
Authorised		
10,000 Ordinary shares of £1 each	10,000	10,000
	<hr/>	<hr/>
Allotted, called up and fully paid		
10,000 Ordinary shares of £1 each	10,000	10,000
	<hr/>	<hr/>