

**AIR CONDITIONING ECONOMICS LIMITED**

**ABBREVIATED FINANCIAL STATEMENTS**

**YEAR ENDED**

**31 MAY 1995**



AIR CONDITIONING ECONOMICS LIMITED

ABBREVIATED BALANCE SHEET

At 31 May 1995



	<u>Notes</u>	<u>1995</u>	<u>1994</u>
<b>FIXED ASSETS</b>			
Tangible assets	2	58,244	60,060
Investments	3	75	6,000
		<u>58,319</u>	<u>66,060</u>
<b>CURRENT ASSETS</b>			
Stocks		9,571	9,387
Debtors		143,451	148,343
Cash at bank and in hand		17,944	38,368
		<u>170,966</u>	<u>196,098</u>
<b>CREDITORS</b>			
Amounts falling due within one year		<u>116,509</u>	<u>151,889</u>
<b>NET CURRENT ASSETS</b>		<u>54,457</u>	<u>44,209</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>112,776</u>	<u>110,269</u>
<b>Provision for liabilities and charges</b>		<u>719</u>	<u>-</u>
		<u>£ 112,057</u>	<u>£ 110,269</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	4	10,000	10,000
Profit and loss account		102,057	100,269
		<u>£ 112,057</u>	<u>£ 110,269</u>

In preparing these abbreviated financial statements, we have relied upon the exemptions conferred by Section A Part III of Schedule 8 made under Section 246 to 249 of the Companies Act 1985 on the ground that the company is entitled to the benefit of those exemptions as a small company.

These financial statements were approved by the directors on 22<sup>nd</sup> Dec 1995.

Signed on behalf of the board of directors

D J KNIGHT     )  
                  )  
                  ) DIRECTORS  
                  )  
A HUTCHISON )

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

# AIR CONDITIONING ECONOMICS LIMITED

## NOTES RELATING TO THE ABBREVIATED FINANCIAL STATEMENTS

Year ended 31 May 1995

### 1. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

#### Basis of Accounting

The financial statements have been prepared in accordance with the historical cost accounting rules as set out in Schedule 4 of the Companies Act 1985.

#### Group Accounts

The company has taken advantage of the exemption conferred by Section 248 of the Companies Act 1985 and has therefore not prepared group accounts for the year ended 31 May 1995.

These financial statements present information about the individual undertaking and not about the group.

#### Turnover

Turnover represents the value of work carried out during the year, excluding value added tax.

#### Depreciation

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Plant and machinery	-	25% reducing balance
Motor vehicles	-	25% reducing balance
Fixtures and fittings	-	10% reducing balance
Computer equipment	-	30% reducing balance

Freehold buildings are maintained in good repair and the directors consider that the net book value is such that depreciation is not significant; consequently these buildings are not depreciated.

#### Deferred Taxation

Provision is made for deferred taxation at 25% (1994: 25%) where the directors consider it probable that a reversal of timing differences will occur giving rise to an actual payment of tax. No provision is made where the directors consider timing differences will not be reversed or reversal will not result in an actual payment of tax.

#### Hire purchase and finance leases

Assets subject to hire purchase and finance lease contracts are capitalised and depreciated. Interest is charged to the profit and loss account in the year to which it relates.

#### Stocks

Stock and work in progress is valued at the lower of cost and net realisable value.

AIR CONDITIONING ECONOMICS LIMITED

NOTES RELATING TO THE ABBREVIATED FINANCIAL STATEMENTS (continued)

Year ended 31 May 1995

1. ACCOUNTING POLICIES (continued)

Pensions

The directors are members of a non-contributory defined contribution Directors Pension Scheme with Abbey Life.

The company also operates a defined contribution scheme for directors and employees, with Scottish Amicable.

The contributions paid by the company are charged to the company's profit and loss account in the year in which they were paid.

Cashflow Statement

The company is a small company as defined under Section 246 to 249 of the Companies Act 1985 and therefore is exempt from preparing a cashflow statement.

2. TANGIBLE FIXED ASSETS

	<u>Total</u>
<u>Cost</u>	
At 1 June 1994	95,754
Additions	15,827
Disposals)	<u>(21,932)</u>
At 31 May 1995	<u>£ 89,649</u>
 <u>Depreciation</u>	
At 1 June 1994	35,694
Charged in the year	8,055
On disposals	<u>(12,344)</u>
At 31 May 1995	<u>£ 31,405</u>
 <u>Net Book Value</u>	
At 31 May 1995	<u>£ 58,244</u>
At 31 May 1994	<u>£ 60,060</u>

AIR CONDITIONING ECONOMICS LIMITED

NOTES RELATING TO THE ABBREVIATED FINANCIAL STATEMENTS (continued)

Year ended 31 May 1995

3. INVESTMENTS

	<u>1995</u>	<u>1994</u>
Shares held in group undertaking		
At cost	6,000	6,000
Less post acquisition dividend (Note 6)	5,925	-
	<u>£ 75</u>	<u>£ 6,000</u>

The company holds 100% of the issued ordinary share capital of Controlled Maintenance Limited, a dormant company registered in England. At 31 May 1995 the aggregate share capital and reserves was £75 (1994: £13,889), after dividends of £13,814 in the year (Note 6).

4. CALLED UP SHARE CAPITAL

	<u>1995</u>	<u>1994</u>
<u>Authorised</u>		
10,000 Ordinary shares of £1 each	<u>£ 10,000</u>	<u>£ 10,000</u>
 <u>Allotted, issued and full paid</u>		
10,000 Ordinary shares of £1 each	<u>£ 10,000</u>	<u>£ 10,000</u>

AUDITORS' REPORT TO AIR CONDITIONING ECONOMICS LIMITED

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 1 to 4 together with the full financial statements of Air Conditioning Economics Limited prepared under Sections 246 to 249 of the Companies Act 1985 for the year ended 31 May 1995.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors statement on page 2 of the full accounts and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled under Sections 246 to 249 of the Companies Act 1985 to the exemptions confirmed by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 31 May 1995 and the abbreviated accounts on pages 1 to 4 have been properly prepared in accordance with that Schedule.

Other Information

We have reported toady, as auditors of Air Conditioning Economics Limited, to the members on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31 May 1995 and our audit report was as follows:

"We have audited the financial statements on pages 3 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

Respective responsibilities of directors and auditors

As described on page 2 the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes the 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.

AUDITORS' REPORT TO AIR CONDITIONING ECONOMICS LIMITED

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985 (continued)

Opinion

In our opinion the financial statements have been properly prepared in accordance with the provisions of the Companies Act 1985, applicable to small companies."

A handwritten signature in black ink, appearing to read 'Campagna-Smith' followed by a stylized monogram or initials.

CAMPAGNA-SMITH

14 The Square  
Mickleover  
Derby

Registered Auditor  
Chartered Accountants

22 December 1995