

Registered in England
Company No. 1980997

VALERIO ENGINEERING LIMITED
ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 31st AUGUST 1997



BICKNELL SANDERS
Alresford House
60 West Street
Farnham
Surrey GU9 7EH

VALERIO ENGINEERING LIMITED
ABBREVIATED BALANCE SHEET
AT 31st AUGUST 1997

| | Note | £ | <u>1997</u> £ | £ | <u>1996</u> £ |
|---|------|--------|------------------|---------------|------------------|
| FIXED ASSETS | | | | | |
| Tangible Assets | 2 | | 12,490 | | 15,744 |
| CURRENT ASSETS | | | | | |
| Stock and Work in Progress | | 1,000 | | 100 | |
| Debtors | | 34,692 | | 26,032 | |
| Cash at Bank and in Hand | | 3,418 | | 2,173 | |
| | | | <u>39,110</u> | <u>28,305</u> | |
| CREDITORS: amounts falling due within one year | | | <u>22,565</u> | <u>19,497</u> | |
| NET CURRENT ASSETS | | | <u>16,545</u> | <u>8,808</u> | |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | <u>29,035</u> | <u>24,552</u> | |
| CAPITAL AND RESERVES | | | | | |
| Called Up Share Capital | 3 | | 200 | | 200 |
| Profit and Loss Account | | | 28,835 | | 24,352 |
| SHAREHOLDERS' FUNDS | | | <u>29,035</u> | <u>24,552</u> | |

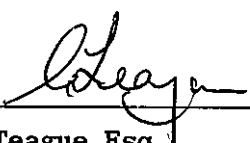
The director has taken advantage of the exemptions conferred by Section 249A(1) not to have these financial statements audited on the grounds that the company is a small company and the director confirms that no notice has been deposited under Section 249B(2) of the Companies Act 1985. The director acknowledges his responsibility for ensuring that:

- (i) the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
- (ii) the financial statements give a true and fair view of the state of affairs of the company as at 31st August 1997 and of its profit for the year then ended in accordance with the requirements of Section 226, and otherwise comply with the requirements of the Companies Act 1985 relating to these financial statements, so far as applicable to the company.

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

These financial statements were approved by the Sole Director on

..... 8 December 1997, and signed as follows:


 C Teague Esq
 Director

The notes on pages 2 to 4 form part of these financial statements.

VALERIO ENGINEERING LIMITEDNOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st AUGUST 1997**1. ACCOUNTING POLICIES****(a) Basis of Accounting**

These financial statements have been prepared in accordance with applicable Accounting Standards and under the historical cost convention.

(b) Turnover

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

(c) Tangible Fixed Assets

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

| | |
|--------------------------------|---------------------------|
| Office Furniture and Equipment | - 25% on reducing balance |
| Motor Vehicles | - 25% on reducing balance |
| Computer Equipment | - 25% on cost |

(d) Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value, after making allowance for obsolete and slow moving items. Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

(e) Deferred Taxation

Provision is made at appropriate rates for taxation deferred in respect of all material timing differences only to the extent that, in the opinion of the director, there is reasonable probability that a liability or asset will crystallise in the foreseeable future.

(f) Hire Purchase Contracts

Assets held under hire purchase contracts are capitalised at cost at the start of each contract. The assets are depreciated over their useful lives as in note (c) above. The hire purchase interest is allocated over the period of the contract in proportion to the capital element outstanding.

(g) Pensions

The company operates a defined contribution externally funded pension scheme covering its director and one of its employees. Contributions are normally charged against the profit as the contributions are made.

VALERIO ENGINEERING LIMITEDNOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st AUGUST 19972. FIXED ASSETS

| | Tangible Fixed Assets £ |
|-----------------------|--|
| COST | |
| At 1st September 1996 | 36,267 |
| Additions | 1,346 |
| | <hr/> |
| At 31st August 1997 | 37,613 |
| | <hr/> |
| DEPRECIATION | |
| At 1st September 1996 | 20,523 |
| Charge for year | 4,600 |
| | <hr/> |
| At 31st August 1997 | 25,123 |
| | <hr/> |
| NET BOOK VALUE | |
| At 31st August 1997 | 12,490 |
| | <hr/> |
| At 31st August 1996 | 15,744 |
| | <hr/> |

3. CALLED UP SHARE CAPITAL

| | <u>1997</u> £ | <u>1996</u> £ |
|--|------------------|------------------|
| Authorised | | |
| 100 Ordinary Shares of £1 each | 100 | 100 |
| 1,000 Non Voting Ordinary Shares of £1 | 1,000 | 1,000 |
| | <hr/> | <hr/> |
| | 1,100 | 1,100 |
| | <hr/> | <hr/> |
| Allotted, issued and fully paid | | |
| 100 Ordinary Shares of £1 each | 100 | 100 |
| 1,000 Non Voting Ordinary Shares of £1 | 100 | 100 |
| | <hr/> | <hr/> |
| | 200 | 200 |
| | <hr/> | <hr/> |

Each class of shares is entitled to dividends and the rate of dividends is set independently. Only holders of Ordinary Shares have the right to vote at general meetings of the company.