

**PATERA ENGINEERING LIMITED****COMPANY NUMBER 02250436****ABBREVIATED BALANCE SHEET AS AT 31 JULY 2010**

	<u>Notes</u>	<u>2010</u>	<u>2009</u>
<b><u>FIXED ASSETS</u></b>			
Tangible assets	1,2,4	£120,750	£63,993
<b><u>CURRENT ASSETS</u></b>			
Stocks	1	£1,800	£1,800
Debtors		74,059	65,124
Cash at bank and in hand		<u>99</u>	<u>145,711</u>
		75,958	212,635
<b><u>CREDITORS</u></b>			
Amounts falling due within one year	2,3,4	<u>95,076</u>	<u>212,339</u>
<b><u>NET CURRENT (LIABILITIES) / ASSETS</u></b>		<u>(19,118)</u>	<u>296</u>
<b><u>TOTAL ASSETS LESS CURRENT LIABILITIES</u></b>		101,632	64,289
<b><u>CREDITORS</u></b>			
Amounts falling due after more than one year	2,3	(61,597)	(11,423)
		<u>40,035</u>	<u>52,866</u>
<b><u>REPRESENTED BY</u></b>			
<b><u>CAPITAL AND RESERVES</u></b>			
Share Capital			
Called up Issued, allotted and fully paid			
100 ordinary shares of £1 each		100	100
Profit & Loss Account		<u>39,935</u>	<u>52,766</u>
		<u>40,035</u>	<u>52,866</u>

The directors state

- that for the year ended 31 July 2010 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies,
- that members have not required the company to obtain an audit of its accounts for the year ended 31 July 2010 in accordance with section 476 of the Companies Act 2006, and
- that they acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of the accounts

The accounts have been prepared in accordance with the provisions of the Companies Act 2006 relating to small companies

Signed S LEES

Director

The accounts were approved by the directors and were authorised by them for issue on 19 April 2011



PATERA ENGINEERING LIMITED  
NOTES TO THE ACCOUNTS  
FOR THE YEAR ENDED 31 JULY 2010

**1 ACCOUNTING POLICIES**

(a) Basis of accounting and power to amend financial statements

The accounts have been prepared under the historical cost convention. The accounts are due to receive approval and be ratified by the company's shareholders in general meeting, until which time the shareholders have the power to amend the financial statements.

(b) Depreciation

Depreciation is provided for on all tangible fixed assets on the following basis at annual rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful economic life.

Expenditure on leasehold premises	25% straight line
Plant and machinery	25% reducing balance
Motor vehicles	25% reducing balance
Office equipment	25% reducing balance

Depreciation is charged on a pro rata basis in the year of acquisition. No depreciation is charged in the year of disposal.

(c) Stocks and work in progress

Stocks are stated at the directors' valuation at the lower of cost and net realisable value after making adequate allowance for sub-standard, obsolete or slow-moving items.

Work in progress is stated at the directors' valuation at direct cost plus an appropriate proportion of attributable overheads, based on normal levels of activity.

(d) Hire purchase and lease purchase contracts and finance leases

Assets acquired under hire purchase and lease purchase contracts are capitalised and depreciated over their estimated useful economic lives in accordance with note 1 (b).

The interest element of those hire purchase and lease purchase contracts which are of a financing nature are allocated to accounting periods over the period of the hire purchase contract so as to produce a reasonable approximation to a constant periodic rate of charge on the remaining balance of the obligation for each accounting period. The interest element of other hire purchase and lease purchase contracts is charged to revenue over the period of the contract as a constant proportion of each payment.

(e) Operating leases and rental contracts

Rentals under operating leases are charged on a straight-line basis over the lease terms. Rentals under short-term operating contracts for the use of plant and equipment are charged to revenue when incurred.

(f) Deferred taxation

Provision for deferred taxation arising as a consequence of timing differences between depreciation charged in the accounts and capital allowances claimed to date is computed under the liability method. The company has not adopted a policy of discounting deferred tax assets and liabilities.

(g) Pension costs

The company operates a defined contribution pension scheme. Payments to the insurance company concerned are charged to revenue as they become payable. The scheme is contributory.

(h) Cash flow statement

The Company has not prepared a cash-flow statement as it qualifies as a small company under the Companies Act 1985.

**PATERA ENGINEERING LIMITED**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 JULY 2010**

**2 TANGIBLE FIXED ASSETS**

	<u>Expenditure on leasehold premises</u>	<u>Plant and machinery</u>	<u>Office fixtures, fittings and equipment</u>	<u>Motor vehicles</u>	<u>Total</u>
<u>Cost</u>					
At 31 July 2009	£27,203	£89,748	£23,525	£63,599	£204,075
Additions during year		1,615	2,078	80,228	83,921
	27,203	91,363	25,603	143,827	287,996
Less Disposals during year				30,900	30,900
At 31 July 2010	<u>27,203</u>	<u>91,363</u>	<u>25,603</u>	<u>112,927</u>	<u>257,096</u>
<u>Depreciation</u>					
At 31 July 2009	27,026	62,344	16,674	34,038	140,082
Charge for the year	177	7,260	2,236	5,696	15,369
	27,203	69,604	18,910	39,734	155,451
Less On disposals during year				19,105	19,105
At 31 July 2010	<u>27,203</u>	<u>69,604</u>	<u>18,910</u>	<u>20,629</u>	<u>136,346</u>
<u>Net book value</u>					
At 31 July 2009	<u>177</u>	<u>27,404</u>	<u>6,851</u>	<u>29,561</u>	<u>63,993</u>
At 31 July 2010	<u>177</u>	<u>21,759</u>	<u>6,693</u>	<u>92,298</u>	<u>120,750</u>

Obligations under hire purchase contracts totalling £80,124 (2009 £18,537) are secured on the individual motor vehicles concerned which have a net book value included in the above of £78,974 (2009 £17,399)

**3 CREDITORS**

The bank overdraft and loan account are secured by a debenture charging all the Company's assets and further supported by personal guarantees of the director

**4 OBLIGATIONS UNDER HIRE PURCHASE AND LEASE PURCHASE CONTRACTS**

	<u>Hire purchase and lease purchase contracts</u>	
	<u>2010</u>	<u>2009</u>
Amounts payable within 12 months	<u>£18,527</u>	<u>£7,114</u>
Amount payable after 12 months but within 5 years	<u>61,597</u>	<u>11,423</u>