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**ENGINEERING CONTROL SUPPLIES LIMITED**

Company no. 02492970

**ABBREVIATED ACCOUNTS**

**FOR THE YEAR ENDED 31ST JULY 1995**



**AUDITORS REPORT PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE  
COMPANIES ACT 1985 TO THE DIRECTORS OF**

**ENGINEERING CONTROL SUPPLIES LIMITED**

I have examined the abbreviated accounts on pages 3 to 7 together with the full financial statements of Engineering Control Supplies Limited for the year ended 31st July 1995. The scope of my work for the purpose of this report was limited to confirming that the company is entitled to the exemptions claimed in the directors' statement on page 3 and that the abbreviated accounts have been properly prepared from the full financial statements.

In my opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act in respect of the year ended 31st July 1995, and the abbreviated accounts on pages 3 to 7 have been properly prepared in accordance with that Schedule.

On 23rd May 1996 I reported, as auditor of Engineering Control Supplies Limited to the members on the full financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31st July 1995 and my report was as follows:

"I have audited the financial statements on pages 4 to 11 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

**Respective responsibilities of directors and auditors**

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is my responsibility to form an independent opinion, based on my audit, on those statements and to report my opinion to you.

**Basis of opinion**

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

I planned and performed the audit so as to obtain all the information and explanations which were considered necessary in order to provide 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 my opinion I also evaluated the overall adequacy of the presentation of information in the financial statements

**Opinion**

In my opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st July 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985."

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24 Cornwall Road  
Dorchester  
Dorset DT1 1RX

Nigel Woodruff ✓

NIGEL WOODRUFF  
Chartered Accountant  
Registered Auditor

23<sup>rd</sup> May 1996

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# ENGINEERING CONTROL SUPPLIES LIMITED

## BALANCE SHEET

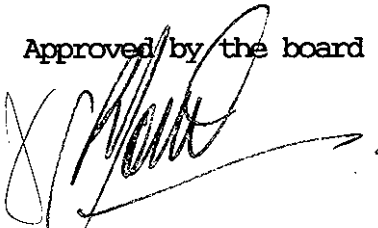
31ST JULY 1995

	Notes	1995 £	1994 £
<b>FIXED ASSETS</b>			
Intangible assets	2	4,422	5,100
Tangible assets	3	<u>39,204</u>	<u>25,325</u>
		<u>43,626</u>	<u>30,425</u>
<b>CURRENT ASSETS</b>			
Stocks		106,556	20,815
Debtors due within one year	4	117,875	66,968
Cash at bank and in hand		<u>33,829</u>	<u>41,774</u>
		<u>258,260</u>	<u>129,557</u>
<b>CREDITORS: Amounts falling due within one year</b>	5	<u>(229,676)</u>	<u>(118,446)</u>
<b>NET CURRENT ASSETS</b>		<u>28,584</u>	<u>11,111</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>72,210</u>	<u>41,536</u>
<b>CAPITAL AND RESERVES</b>			
Called-up share capital	6	402	402
Profit and loss account		<u>71,808</u>	<u>41,134</u>
		<u>72,210</u>	<u>41,536</u>

### Statement by the directors

In preparing these financial statements, we rely on sections 246 and 247 of the Companies Act 1985 as entitling us to deliver abbreviated financial statements and we do so on the grounds that this company is entitled to the benefit of those sections as a small company.

Approved by the board on: 23rd May 1996

  
R JONES  
(Director)

The notes set out on pages 4 to 7 form part of these financial statements

**ENGINEERING CONTROL SUPPLIES LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
AT 31ST JULY 1995**

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**1 ACCOUNTING POLICIES**

**(a) Basis of accounting**

These financial statements have been prepared under the historical cost convention.

**(b) Depreciation**

Depreciation is calculated to write off the cost or valuation, less estimated residual values, of tangible fixed assets over their estimated useful lives to the business. The annual depreciation rates and methods are as follows:

Motor vehicles	- 25% reducing balance basis
Plant and machinery	- 15% reducing balance basis
Fixtures and fittings	- 15% reducing balance basis

The cost or valuation, less estimated residual values, of intangible fixed assets is amortised over their estimated useful lives to the business. The rates and methods used are as follows:

Patents and licences	- 10 year straight line basis
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**(c) Stock and Work in Progress**

Stock is valued at the lower of cost and net realisable value. Cost is determined on a first-in, first-out basis. Net realisable value is based on estimated selling price, less any further costs of realisation.

Work in progress is valued at the lower of cost and net realisable value. Cost consists of direct materials, labour and attributable overheads. Net realisable value is based on estimated selling price, less any further costs of realisation.

**(d) Debtors**

Known bad debts are written off and provision is made for any considered to be doubtful.

**(e) Deferred taxation**

Provisions are made so that the deferred taxation account represents corporation tax, calculated on the liability method, in respect of the excess of tax allowances given for fixed assets over the depreciation provided.

## ENGINEERING CONTROL SUPPLIES LIMITED

### NOTES TO THE FINANCIAL STATEMENTS AT 31ST JULY 1995

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#### (f) Assets leased

Where the company enters into operating and/or finance leases, its policy is to regard leases as finance leases where their term give rights approximating to ownership.

Assets held under finance leases (including hire purchase contracts) are capitalised at the fair value of the asset at the inception of the lease, with an equivalent liability categorised as appropriate under creditors due within and after one year. Assets are depreciated over the shorter of the lease term and their useful economic life; in the case of assets held under hire purchase agreements they are depreciated over their useful economic life. Finance charges are allocated to accounting years over the life of each lease to produce a constant rate of charge on the outstanding balance.

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

#### (g) Cash Flow Statement

The company has taken advantage of the exemption provided by Financial Reporting Standard 1 and has not prepared a cash flow statement for the year.

## 2 INTANGIBLE FIXED ASSETS

	Patents and licences
<b>COST</b>	£
At 1st August 1994	6,778
At 31st July 1995	<u>6,778</u>
<b>AMORTISATION</b>	
At 1st August 1994	1,678
Charge for the year	<u>678</u>
At 31st July 1995	<u>2,356</u>
<b>NET BOOK VALUE</b>	
At 31st July 1995	<u>4,422</u>
At 31st July 1994	<u>5,100</u>

# ENGINEERING CONTROL SUPPLIES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS AT 31ST JULY 1995

### 3 TANGIBLE FIXED ASSETS

	Motor vehicles	Plant and machinery	Fixtures and fittings	Total
COST	£	£	£	£
At 1st August 1994	4,860	24,961	7,527	37,348
Additions at cost	-	16,320	3,375	19,695
At 31st July 1995	<u>4,860</u>	<u>41,281</u>	<u>10,902</u>	<u>57,043</u>
DEPRECIATION				
At 1st August 1994	1,827	7,626	2,570	12,023
Charge for the year	758	3,895	1,163	5,816
At 31st July 1995	<u>2,585</u>	<u>11,521</u>	<u>3,733</u>	<u>17,839</u>
NET BOOK VALUE				
At 31st July 1995	<u>2,275</u>	<u>29,760</u>	<u>7,169</u>	<u>39,204</u>
At 31st July 1994	<u>3,032</u>	<u>17,335</u>	<u>4,958</u>	<u>25,325</u>

### 4 DEBTORS

Included in debtors are loans to directors of the company, the details of which are as follows:

A R Henderson	1995	1994
	£	£
Amount outstanding at beginning of year	953	-
Amount outstanding at end of year	-	953
Maximum outstanding during the year	<u>953</u>	<u>953</u>

R Jones	1995	1994
	£	£
Amount outstanding at beginning of year	442	-
Amount outstanding at end of year	-	442
Maximum outstanding during the year	<u>442</u>	<u>442</u>

D N Peadar	1995	1994
	£	£
Amount outstanding at beginning of year	734	-
Amount outstanding at end of year	-	734
Maximum outstanding during the year	<u>734</u>	<u>734</u>

### 5 CREDITORS: Amounts falling due within one year

	1995	1994
	£	£
The following secured amounts fall due within one year:		
Bank overdrafts:		
secured by personal guarantees given by the directors dated 22 May 1990	<u>11,506</u>	<u>9,079</u>

ENGINEERING CONTROL SUPPLIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST JULY 1995

6	SHARE CAPITAL	Number 1995	Value 1995 £	Number 1994	Value 1994 £
	Authorised:				
	Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>
	Issued and fully paid:				
	Ordinary shares of £1 each	<u>402</u>	<u>402</u>	<u>402</u>	<u>402</u>

7 MATERIAL TRANSACTIONS INVOLVING THE DIRECTORS

A total of £109,000 was invoiced to the company during the year in respect of management services by the ECS Partnership, a firm in which the company's three directors are partners.