

K C Precision Engineering Limited

**Abbreviated Accounts
for the year ended 31 December 2005**

Registration Number: 2831757



**Rayner and Co
Chartered Certified Accountants
6 Arundel Place
SCARBOROUGH
North Yorkshire
YO11 1TX**

K C Precision Engineering Limited

Contents

	Page
Abbreviated balance sheet	1 - 2
Notes to the financial statements	3 - 4

K C Precision Engineering Limited

**Abbreviated balance sheet
as at 31 December 2005**

		2005		2004	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	2		18,949		27,048
Current assets					
Stocks		15,700		6,678	
Debtors		97,517		78,953	
Cash at bank and in hand		143,959		162,832	
		<u>257,176</u>		<u>248,463</u>	
Creditors: amounts falling due within one year		<u>(57,597)</u>		<u>(52,151)</u>	
Net current assets			<u>199,579</u>		<u>196,312</u>
Net assets			<u>218,528</u>		<u>223,360</u>
Capital and reserves					
Called up share capital	3		40		40
Other reserves			60		60
Profit and loss account			<u>218,428</u>		<u>223,260</u>
Shareholders' funds			<u>218,528</u>		<u>223,360</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

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

K C Precision Engineering Limited

Abbreviated balance sheet (continued)

**Directors' statements required by Section 249B(4)
for the year ended 31 December 2005**

In approving these abbreviated accounts as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 December 2005 and

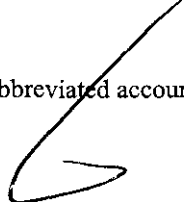
(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

The abbreviated accounts were approved by the Board on 26.4.06 and signed on its behalf by



Mr J K Chatt
Director

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

K C Precision Engineering Limited

Notes to the abbreviated financial statements for the year ended 31 December 2005

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year and derives from the provision of goods falling within the company's ordinary activities.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Plant and machinery	-	20% straight line basis
Fixtures, fittings and equipment	-	20% reducing balance basis
Motor vehicles	-	25% reducing balance basis

1.4. Leasing

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

1.5. Stock and work in progress

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

1.6. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

1.7. Deferred taxation

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. However, deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred taxation is measured on a non-discounted basis at the average tax rates that would apply when the timing differences are expected to reverse, based on tax rates and laws that have been enacted by the balance sheet date.

K C Precision Engineering Limited

**Notes to the abbreviated financial statements
for the year ended 31 December 2005**

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2. Fixed assets	Tangible fixed assets £
Cost	
At 1 January 2005	172,216
Additions	748
At 31 December 2005	<u>172,964</u>
Depreciation	
At 1 January 2005	145,168
Charge for year	8,847
At 31 December 2005	<u>154,015</u>
Net book values	
At 31 December 2005	<u>18,949</u>
At 31 December 2004	<u>27,048</u>

3. Share capital	2005 £	2004 £
Authorised		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
40 Ordinary shares of £1 each	<u>40</u>	<u>40</u>
Equity shares		
40 Ordinary shares of £1 each	<u>40</u>	<u>40</u>