

**K C PRECISION ENGINEERING LIMITED**  
**ABBREVIATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2000**

**REGISTERED NUMBER: 2831757**

**RAYNER AND CO**  
**CHARTERED CERTIFIED ACCOUNTANTS**  
**6 ARUNDEL PLACE**  
**SCARBOROUGH**  
**NORTH YORKSHIRE**  
**YO11 1TX**



**K C PRECISION ENGINEERING LIMITED**

**ABBREVIATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2000**

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**K C PRECISION ENGINEERING LIMITED****AUDITORS' REPORT TO****K C PRECISION ENGINEERING LIMITED****UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated financial statements set out on pages 2 to 5, together with the financial statements of the company for the year ended 31 December 2000 prepared under section 226 of the Companies Act 1985.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

**BASIS OF OPINION**

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. 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 to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 to 5 are properly prepared in accordance with those provisions.

**Rayner and Co****Chartered Certified Accountants and  
Registered Auditors****6 Arundel Place  
SCARBOROUGH  
North Yorkshire  
YO11 1TX**28.6.01**DATE**

## K C PRECISION ENGINEERING LIMITED

ABBREVIATED BALANCE SHEET  
AS AT 31 DECEMBER 2000

		2000		1999	
		£	£	£	£
	Note				
<b>FIXED ASSETS</b>					
Tangible assets	2		544,120		423,559
<b>CURRENT ASSETS</b>					
Stocks		19,866		20,539	
Debtors		147,979		123,415	
Cash at bank and in hand		1,325		66,999	
		<u>169,170</u>		<u>210,953</u>	
<b>CREDITORS: amounts falling due within one year</b>		<u>(169,631)</u>		<u>(103,691)</u>	
<b>Net current (liabilities)/assets</b>			(461)		107,262
<b>Total assets less current liabilities</b>			<u>543,659</u>		<u>530,821</u>
<b>CREDITORS: amounts falling due after more than one year</b>	3		(31,111)		(10,722)
			<u>512,548</u>		<u>520,099</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	4		100		100
Profit and loss account			512,448		519,999
<b>Total shareholders' funds</b>			<u>512,548</u>		<u>520,099</u>

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated financial statements on pages 2 to 5 were approved by the board of directors on

28.6.01 and signed on its behalf by:

  
MR J K CHATT  
DIRECTOR

# K C PRECISION ENGINEERING LIMITED

## NOTES ON ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2000

### 1 ACCOUNTING POLICIES

#### **Basis of accounting**

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

The financial statements have also been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

The company has taken advantage of the exemption from preparing a cash flow statement on the grounds that it qualifies as a small company under the Companies Act 1985.

#### **Turnover**

Turnover represents the amount derived from the provision of goods and services after deduction of trade discounts and value added tax.

#### **Depreciation**

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Freehold land	nil
Freehold buildings	2% straight line basis
Plant and machinery	20% straight line basis
Motor vehicles	25% reducing balance basis
Fixtures and fittings	20% reducing balance basis

#### **Leases and hire purchase contracts**

Tangible fixed assets acquired under finance leases and hire purchase contracts are capitalised at the estimated fair value at the date of inception of each lease or contract. The total finance charges are allocated over the period of the lease in such a way as to give a reasonably constant charge on the outstanding liability.

Rentals paid under operating leases are charged to income as incurred.

#### **Stocks and work in progress**

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis.

The cost of work in progress and finished goods includes all production overheads and depreciation and the attributable proportion of indirect overheads based on the normal level of activity.

Net realisable value is based on estimated selling price less the estimated cost of disposal.

#### **Deferred taxation**

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

#### **Pensions - defined contribution scheme**

Contributions are charged to the profit and loss account as they become payable.

## K C PRECISION ENGINEERING LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2000

## 2 FIXED ASSETS

	Tangible fixed assets £
<b>COST</b>	
1 January 2000	516,864
Additions	169,974
Disposals	(13,391)
	<hr/>
31 December 2000	673,447
	<hr/>
<b>DEPRECIATION</b>	
1 January 2000	93,305
Charge for the year	39,170
Disposals	(3,148)
	<hr/>
31 December 2000	129,327
	<hr/>
<b>NET BOOK AMOUNT</b>	
31 December 2000	544,120
	<hr/> <hr/>
1 January 2000	423,559
	<hr/> <hr/>

Included in land and buildings is land at cost of £75,600 (1999 £75,600) which is not depreciated.

## 3 CREDITORS

	2000 £	1999 £
<b>Secured creditors</b>		
Small company secured creditors	76,657	-
	<hr/> <hr/>	<hr/> <hr/>

## K C PRECISION ENGINEERING LIMITED

## NOTES ON ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2000

## 4 CALLED UP SHARE CAPITAL

	2000		1999	
	Number of		Number of	
	shares	£	shares	£
<b>Authorised</b>				
Ordinary shares of £1 each	1,000	1,000	1,000	1,000
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Allotted, called up</b>				
<b>and fully paid</b>				
Ordinary shares of £1 each	100	100	100	100
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

## 5 ULTIMATE PARENT UNDERTAKING

The company is a subsidiary undertaking of Lambert Engineering Holdings Limited, the ultimate holding company. Lambert Engineering Limited is a company registered in England.