

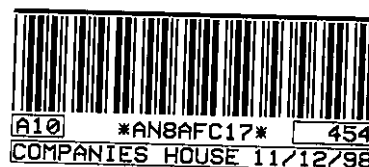
COMPANY REGISTRATION NUMBER 02905082

**PETERSON ENGINEERING
(CLEVELAND) LIMITED**
ABBREVIATED FINANCIAL STATEMENTS

31 MAY 1998

Gilchrist, Tash

Chartered Accountants & Registered Auditors
Cleveland Buildings
Queen's Square
Middlesbrough
TS2 1PA



PETERSON ENGINEERING (CLEVELAND) LIMITED

ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 1998

CONTENTS

PAGE

Auditors' report to the company

1

Abbreviated balance sheet

2

Notes to the abbreviated financial statements

3

PETERSON ENGINEERING (CLEVELAND) LIMITED

AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 5, together with the financial statements of the company for the year ended 31 May 1998 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

The directors are responsible for preparing the abbreviated accounts 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 accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

Gilchrist, Tash

GILCHRIST, TASH
Chartered Accountants
& Registered Auditors

Cleveland Buildings
Queen's Square
Middlesbrough
TS2 1PA

1 December 1998

PETERSON ENGINEERING (CLEVELAND) LIMITED

ABBREVIATED BALANCE SHEET

31 MAY 1998

| | Note | 1998 | 1997 |
|----------------------------------------------------------------|------|----------------|----------------|
| | | £ | £ |
| FIXED ASSETS | 2. | | |
| Tangible assets | | 73,705 | 69,925 |
| CURRENT ASSETS | | | |
| Stocks | | 18,726 | 47,096 |
| Debtors | | 185,421 | 209,000 |
| Cash at bank and in hand | | 98,527 | 46,261 |
| | | <u>302,674</u> | <u>302,357</u> |
| CREDITORS: Amounts falling due within one year | 3. | (105,867) | (161,281) |
| NET CURRENT ASSETS | | 196,807 | 141,076 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>270,512</u> | <u>211,001</u> |
| CREDITORS: Amounts falling due after more than one year | 4. | (6,241) | (28,678) |
| GOVERNMENT GRANTS | 5. | (10,150) | (14,530) |
| | | <u>254,121</u> | <u>167,793</u> |
| CAPITAL AND RESERVES | | | |
| Called-up equity share capital | 6. | 10,000 | 10,000 |
| Profit and loss account | | 244,121 | 157,793 |
| SHAREHOLDERS' FUNDS | | <u>254,121</u> | <u>167,793</u> |

These accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities.

These financial statements were approved by the directors on the 1st December 1998 and are signed on their behalf by:

MR H WILLIAMS
Director



The notes on pages 3 to 5 form part of these financial statements.

PETERSON ENGINEERING (CLEVELAND) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 1998

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities.

Turnover

Turnover consists of amounts invoiced during the period and amounts for goods delivered but not yet invoiced, exclusive of Value Added Tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

| | |
|-------------------|----------------|
| Plant & Machinery | 20% pa on cost |
| Motor Vehicles | 20% pa on cost |

Work in progress

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account.

Operating lease agreements

Operating rentals are charged to the profit and loss account on a straight line basis over the term of the lease.

Pension costs

The company makes pension contributions for selected employees on a discretionary basis. These funds will be applied to purchase annuities for these employees at their selected retirement age. All contributions are charged to profit and loss accounts as and when they fall due.

Deferred taxation

Provision is made, under the liability method, for timing differences between the treatment of certain items for taxation and accounting purposes to the extent that it is probable that a liability will crystallise in the foreseeable future.

PETERSON ENGINEERING (CLEVELAND) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 1998

2. FIXED ASSETS

| | Tangible Fixed Assets £ |
|-----------------------|----------------------------------|
| COST | |
| At 1 June 1997 | 114,643 |
| Additions | 33,386 |
| At 31 May 1998 | <u>148,029</u> |
| DEPRECIATION | |
| At 1 June 1997 | 44,718 |
| Charge for year | 29,606 |
| At 31 May 1998 | <u>74,324</u> |
| NET BOOK VALUE | |
| At 31 May 1998 | <u>73,705</u> |
| At 31 May 1997 | <u>69,925</u> |

3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

| | 1998 £ | 1997 £ |
|--------------------------|---------------|---------------|
| Hire purchase agreements | <u>14,033</u> | <u>12,792</u> |

4. CREDITORS: Amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

| | 1998 £ | 1997 £ |
|--------------------------|--------------|---------------|
| Hire purchase agreements | <u>6,241</u> | <u>20,345</u> |

PETERSON ENGINEERING (CLEVELAND) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 1998

5. GOVERNMENT GRANTS

| | 1998 | 1997 |
|-------------------------|---------------|---------------|
| | £ | £ |
| Received and receivable | 21,900 | 21,900 |
| Amortisation | <u>11,750</u> | <u>7,370</u> |
| | <u>10,150</u> | <u>14,530</u> |

6. SHARE CAPITAL

Authorised share capital:

| | 1998 | 1997 |
|-----------------------------------|---------------|---------------|
| | £ | £ |
| 10,000 Ordinary shares of £1 each | <u>10,000</u> | <u>10,000</u> |

Allotted, called up and fully paid:

| | 1998 | 1997 |
|------------------------|---------------|---------------|
| | £ | £ |
| Ordinary share capital | <u>10,000</u> | <u>10,000</u> |