

PREMIER CASTINGS LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 1995

COMPANY NUMBER: 2986273 (England & Wales)



PREMIER CASTINGS LIMITED

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 1995**

Registered Office:	The Laurels 74 Huddersfield Road BRIGHOUSE West Yorkshire HD6 3RQ
Auditors:	John Banks and Co Chartered Accountants and Registered Auditors Unity House 903 Harrogate Road Greengates Bradford BD10 0QY West Yorkshire
Company Number:	2986273 (England & Wales)

PREMIER CASTINGS LIMITED

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 1995**

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PREMIER CASTINGS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31ST DECEMBER 1995

The Directors present their Report and the audited financial statements for the year ended 31st December 1995.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the Directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

PRINCIPAL ACTIVITY

The company's principal activity continues to be the production and marketing of high quality castings.

DIRECTORS

The Directors who served during the year and their beneficial interests in the company's issued ordinary share capital were:-

	Number of Shares <u>31 December 1995</u>
	Ordinary
D. Lees	250
M. P. Wood	250

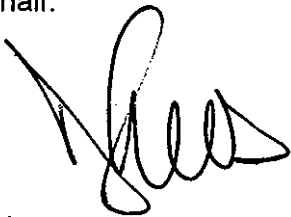
PREMIER CASTINGS LIMITED

**DIRECTORS' REPORT FOR THE YEAR ENDED
31ST DECEMBER 1995 Cont..d**

AUDITORS

The Auditors' John Banks and Co will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

This report, which has been prepared taking advantage of special exemptions applicable to small companies was approved by the board on 15th March 1996 and signed on its behalf.

A handwritten signature in black ink, appearing to read 'D. Lees', written over a horizontal line.

D. Lees
Director

PREMIER CASTINGS LIMITED

**REPORT OF THE AUDITORS TO THE SHAREHOLDERS
OF PREMIER CASTINGS LIMITED
FOR THE YEAR ENDED 31ST DECEMBER 1995**

We have audited the financial statements on pages 4 to 9 which have been prepared under the historical cost convention and the accounting policies set out on pages 6 and 7.

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 our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

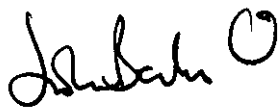
Basis of Opinion

We conducted our 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.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with 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 our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion, the financial statements give a true and fair view of the state of the Company's affairs as at 31st December 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985 applicable to small companies.



John Banks and Company
Chartered Accountants and
Registered Auditors
Unity House
903 Harrogate Road
BRADFORD
West Yorkshire
BD10 0QY

15th March 1996

PREMIER CASTINGS LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 1995

	Notes	1995 £
Turnover	1, 2	402,723
Cost of Sales		<u>250,013</u>
Gross Profit		152,710
Selling and Distribution Costs	44,343	
Administrative Expenses	<u>74,565</u>	
		<u>118,908</u>
Profit on Ordinary Activities before Interest	3	33,802
Interest Payable	4	<u>7,380</u>
Profit on Ordinary Activities before Taxation		26,422
Taxation on Profit on Ordinary Activities	5	<u>5,620</u>
Profit on Ordinary Activities after Taxation		20,802
Retained Profit brought forward		<u>-</u>
Retained profit carried forward		£ <u>20,802</u>

There were no recognised gains and losses for 1995 other than those included in the profit and loss account.

The notes on pages 6 to 9 form part of these financial statements.

PREMIER CASTINGS LIMITED

**BALANCE SHEET
AS AT 31ST DECEMBER 1995**

	Notes	£	£
Fixed Assets	6		138,166
Current Assets			
Stocks		19,299	
Debtors	7	103,149	
Cash at Bank and in Hand		<u>18</u>	
		122,466	
Creditors: Amounts falling due within one year	8	<u>(147,010)</u>	
Net Current Liabilities			<u>(24,544)</u>
Total Assets Less Current Liabilities			113,622
Creditors: Amounts falling due after more than one year	9		<u>(91,820)</u>
Net Assets			£ <u>21,802</u>
Capital and Reserves			
Called Up Share Capital	10		1,000
Profit and Loss Account			<u>20,802</u>
Shareholder's Funds	11		£ <u>21,802</u>

The Directors have taken advantage in the preparation of these financial statements of special exemptions applicable to small companies on the grounds that the company qualifies as a small company by virtue of Section 247 of the Companies Act 1985. The financial statements were approved by the board on the 15th March 1996 and signed on its behalf.



Director
M. Wood

The notes on pages 6 to 9 form part of these financial statements

PREMIER CASTINGS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 1995

1. Accounting Policies

The financial statements have been prepared under the historical cost convention and include the results of the company's operations which are described in the Directors' Report and all of which are continuing. The company has taken advantage of the exemption in financial reporting standard no. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.1 Turnover

Turnover represents the invoiced value of services provided, excluding value added tax.

1.2 Tangible Fixed Assets

Depreciation is provided, at the following annual rates in order to write off each asset over its estimated useful life.

Freehold Buildings	-	2% on straight line basis
Property Improvements	-	5% on straight line basis
Fixtures and Fittings	-	20% on straight line basis
Office Equipment	-	20% on straight line basis
Motor Vehicles	-	25% on straight line basis
Plant and Equipment	-	20% on straight line basis

1.3 Deferred Taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable possibility that a liability or asset will crystallise in the near future.

1.4 Leasing and Hire Purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

PREMIER CASTINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1995 Cont..d

1.5 Operating Leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.6 Work in Progress

Work in Progress is valued at the lower of cost and net realisable value. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2. Turnover

The turnover and profit before taxation is attributable to the one principal activity of the Company and was supplied to markets within the United Kingdom.

3. Operating Profit

The Operating Profit is stated after charging:-

	1995 £
Depreciation of tangible fixed assets	
- owned by the company	12,527
- held under finance leases	2,885
Hire of plant and machinery	4,490
Auditors' Remuneration	1,200
Directors' Emoluments	35,459
Operating Lease Rentals - Plant and Machinery	687

4. Interest Payable

	1995 £
Bank Interest repayable within five years	6,880
On Finance Leases and Hire Purchase contracts	500
	£ <u>7,380</u>

5. Taxation

	1995 £
UK Corporation Tax at 25%	£ <u>5,620</u>

PREMIER CASTINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1995 Cont..d

6. <u>Fixed Assets</u>	Land & Building Property £	Plant & Machinery £	Motor Vehicles £	Fittings & Office Equipment £	Total £
<u>Cost</u>					
Additions	<u>88,609</u>	<u>53,275</u>	<u>8,602</u>	<u>3,092</u>	<u>153,578</u>
At 31st December 1995	<u>88,609</u>	<u>53,275</u>	<u>8,602</u>	<u>3,092</u>	<u>153,578</u>
<u>Depreciation</u>					
Charge for the year	<u>2,007</u>	<u>10,637</u>	<u>2,150</u>	<u>618</u>	<u>15,412</u>
At 31st December 1995	<u>2,007</u>	<u>10,637</u>	<u>2,150</u>	<u>618</u>	<u>15,412</u>
<u>Net Book Values</u>					
At 31st December 1995	<u>86,602</u>	<u>42,638</u>	<u>6,452</u>	<u>2,474</u>	<u>138,166</u>

Included in the total book value of tangible assets held at 31st December 1995 was £9,415 in respect of assets held under finance lease and hire purchase contracts.

7. <u>Debtors:</u>	1995 £
Trade Debtors	99,431
Other Debtors	<u>3,718</u>
	£ <u>103,149</u>

8. <u>Creditors:</u>	1995 £
Amounts falling due within 1 year	
Bank loans and overdrafts (secured)	39,595
Obligations under Hire Purchase Contracts	5,204
Trade Creditors	73,716
Other Creditors	2,178
Corporation Tax	5,620
Social Security & Other Taxes	17,697
Deferred Income	<u>3,000</u>
	£ <u>147,010</u>

The finance leases are secured on the assets concerned.

PREMIER CASTINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 1995 Cont..d

9.	<u>Creditors</u>	1995
		£
	Amounts falling after more than one year	
	Bank loans (secured)	52,404
	Net obligations under finance lease and hire purchase contract	1,416
	Deferred Income	9,000
	Directors Loans	<u>29,000</u>
		£ 91,820

The finance leases are secured on the assets concerned and are repayable in instalments in between one and five years. The bank loan is repayable in full after more than five years.

10.	<u>Called Up Share Capital</u>	1995
		£
	<u>Authorised</u>	
	Ordinary Shares of £1	1,000
	<u>Allotted, Issued and Fully Paid:</u>	
	Ordinary Shares of £1	1,000

11.	<u>Movement On Shareholder's Funds</u>	1995
		£
	Profit for the year	20,802
	Opening Shareholders funds	2
	Issue of new Share Capital	<u>998</u>
	Closing Shareholders funds	<u>21,802</u>

12. **Other Commitments**

At 31st December 1995 the company had annual commitments under non-cancellable operating leases as follows:-

	1995
	£
Expiry Date	
Between two and five years	6,868