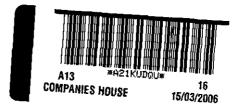
AA Engineering & Hydraulics Ltd Abbreviated Accounts 31 May 2005



AA Engineering & Hydraulics Ltd Accountants' Report

Accountants' report on the unaudited accounts to the directors of AA Engineering & Hydraulics Ltd

As described on the balance sheet you are responsible for the preparation of the accounts for the period ended 31 May 2005, set out on pages 2 to 4, and you consider that the company is exempt from an audit under section 249A(1) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

Lemmer and Company

Lemmer and Company

Accountants and Taxation Consultants

Morecambe

27 February 2006

AA Engineering & Hydraulics Ltd Abbreviated Balance Sheet as at 31 May 2005

	Notes		2005 £		2004 £
Fixed assets			-		_
Tangible assets	2		22,448		11,501
Current assets Stocks Debtors Cash at bank and in hand		2,000 17,880 3,095		2,000 21,963 8,307	
	-	22,975		32,270	
Creditors: amounts falling du	ıe	(05.045)		(00.000)	
within one year		(25,945)		(32,926)	
Net current liabilities	-		(2,970)		(656)
Total assets less current liabilities		-	19,478		10,845
Creditors: amounts falling du after more than one year	ie		(13,453)		(3,622)
Provisions for liabilities and charges			(574)		(574)
Net assets		-	5,451	-	6,649
Capital and reserves Called up share capital Profit and loss account	3		100 5,351		100 6,549
Shareholders' funds		-	5,451	-	6,649

The directors are satisfied that the company is entitled to exemption under Section 249A(1) of the Companies Act 1985 and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with Section 221 of the Companies Act 1985; and
- (ii) preparing accounts 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 financial year in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985.

Mr A Atkinson

Director

Approved by the board on 27 February 2006

AA Engineering & Hydraulics Ltd Notes to the Abbreviated Accounts for the year ended 31 May 2005

1 Accounting policies

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Plant and machinery Motor vehicles

25% reducing balance 25% reducing balance

Stocks

Stock is valued at the lower of cost and net realisable value.

Deferred taxation

Full provision is made for deferred taxation resulting from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes. Deferred taxation is calculated on an un-discounted basis at the tax rates which are expected to apply in the periods when the timing differences will reverse.

Leasing and hire purchase commitments

Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

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

AA Engineering & Hydraulics Ltd Notes to the Abbreviated Accounts for the year ended 31 May 2005

2	Tangible fixed assets			£	
	Cost At 1 June 2004 Additions Disposals		·	15,335 22,141 (4,950)	
	At 31 May 2005			32,526	
	Depreciation At 1 June 2004 Charge for the year On disposals			3,834 7,482 (1,238)	
	At 31 May 2005			10,078	
	Net book value At 31 May 2005 At 31 May 2004			<u>22,448</u> 11,501	
3	Share capital			2005 £	2004 £
	Authorised: Ordinary shares of £1 each			100	100
		2005 No	2004 No	2005 £	2004 £
	Allotted, called up and fully paid: Ordinary shares of £1 each	100	100	100	100