
PRECISION PARTS ENGINEERING LIMITED

UNAUDITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2013

TUESDAY



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24/06/2014

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COMPANIES HOUSE

PRECISION PARTS ENGINEERING LIMITED
REGISTERED NUMBER: 05257520

ABBREVIATED BALANCE SHEET
AS AT 31 DECEMBER 2013

	Note	£	2013 £	£	2012 £
FIXED ASSETS					
Intangible assets	2		240,167		281,807
Tangible assets	3		393,800		454,219
			<u>633,967</u>		<u>736,026</u>
CURRENT ASSETS					
Stocks		82,035		39,165	
Debtors		2,278,208		2,011,526	
Cash at bank		141,348		20,344	
		<u>2,501,591</u>		<u>2,071,035</u>	
CREDITORS: amounts falling due within one year	4	(671,544)		(638,523)	
NET CURRENT ASSETS			<u>1,830,047</u>		<u>1,432,512</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>2,464,014</u>		<u>2,168,538</u>
CREDITORS: amounts falling due after more than one year			(153,946)		(128,025)
PROVISIONS FOR LIABILITIES					
Deferred tax			(41,911)		(58,865)
NET ASSETS			<u>2,268,157</u>		<u>1,981,648</u>
CAPITAL AND RESERVES					
Called up share capital	5		9,500		9,500
Profit and loss account			2,258,657		1,972,148
SHAREHOLDERS' FUNDS			<u>2,268,157</u>		<u>1,981,648</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 December 2013 and of its profit for the year in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

PRECISION PARTS ENGINEERING LIMITED

**ABBREVIATED BALANCE SHEET (continued)
AS AT 31 DECEMBER 2013**

The abbreviated accounts, which have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006, were approved and authorised for issue by the board and were signed on its behalf on 23 May 2014.



Paul Wardleworth
Director

The notes on pages 3 to 6 form part of these financial statements.

PRECISION PARTS ENGINEERING LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2013

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.2 Cash flow

The financial statements do not include a Cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.3 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

1.4 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the Profit and loss account over its estimated economic life.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Short Leasehold Improvements	-	20% straight line
Plant & machinery	-	10-20% straight line
Motor vehicles	-	20% straight line
Fixtures & fittings	-	14% straight line

1.6 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 the shorter of the lease term and 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 account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

PRECISION PARTS ENGINEERING LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2013

1. ACCOUNTING POLICIES (continued)

1.7 Operating leases

Rentals under operating leases are charged to the Profit and loss account on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

1.8 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Materials are valued at purchase cost. Work in progress is valued on a contract by contract basis, taking account of the stage of completion at the balance sheet date. Cost is determined using contract price less average margin. Spares stocks are valued at selling price less average margin.

1.9 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.10 Government grants

Government grants relating to tangible fixed assets are treated as deferred income and released to the Profit and loss account over the expected useful lives of the assets concerned. Other grants are credited to the Profit and loss account as the related expenditure is incurred.

1.11 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

PRECISION PARTS ENGINEERING LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2013

2. INTANGIBLE FIXED ASSETS

	£
Cost	
At 1 January 2013 and 31 December 2013	700,000
Amortisation	
At 1 January 2013	418,193
Charge for the year	41,640
At 31 December 2013	459,833
Net book value	
At 31 December 2013	240,167
At 31 December 2012	281,807

3. TANGIBLE FIXED ASSETS

	£
Cost	
At 1 January 2013	1,208,512
Additions	120,532
Disposals	(26,010)
At 31 December 2013	1,303,034
Depreciation	
At 1 January 2013	754,293
Charge for the year	166,617
On disposals	(11,676)
At 31 December 2013	909,234
Net book value	
At 31 December 2013	393,800
At 31 December 2012	454,219

4. CREDITORS:
Amounts falling due within one year
Bank loans and overdrafts are secured.

PRECISION PARTS ENGINEERING LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2013**

5. SHARE CAPITAL

	2013	2012
	£	£
Allotted, called up and fully paid		
9,500 Ordinary shares of £1 each	9,500	9,500

6. CONTINGENT LIABILITIES

The company has entered into a cross guarantee in respect of the bank borrowings of its parent undertaking. Under this arrangement the company has provided an unlimited debenture over all of its assets.

The borrowings secured by this debenture at the balance sheet date amounted to £71,328 (2012: £404,220).

7. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The company's ultimate parent undertaking and controlling party is Blue Spark Holdings Limited, registered in England.