

Registration number SC93877

Precision Tooling Services Limited
Directors' report and financial statements
for the year ended 31 October 2005



Precision Tooling Services Limited

Company information

Directors J Corrigan

Secretary A Brese

Company number SC93877

Registered office Building 11a
BAE Systems (Aerostructures)
Prestwick International Airport
Prestwick
KA9 2RW

Accountants Taylor & Co
20 Edenhurst Court
Park Hill Road
Torquay
Devon
TQ1 2DD

Precision Tooling Services Limited

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Precision Tooling Services Limited

**Directors' report
for the year ended 31 October 2005**

The directors present their report and the financial statements for the year ended 31 October 2005.

Principal activity

The principal activity of the company is precision engineering

Directors and their interests

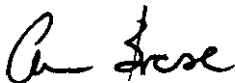
The directors who served during the year and their interests in the company are as stated below:

	Class of share	31/10/05	01/11/04
J Corrigan	Ordinary shares	-	-

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on 24 April 2006 and signed on its behalf by

A Brese
Secretary



Precision Tooling Services Limited

**Accountants' report on the unaudited financial statements to the directors of
Precision Tooling Services Limited**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 October 2005 set out on pages 3 to 9 and you consider that the company is exempt from an audit. In accordance with your instructions we have compiled these unaudited financial statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to us.

Taylor & Co

**Taylor & Co
Chartered accountants
20 Edenhurst Court
Park Hill Road
Torquay
Devon
TQ1 2DD**

Date: 24 April 2006

Precision Tooling Services Limited

**Profit and loss account
for the year ended 31 October 2005**

		2005	2004
	Notes	£	£
Turnover	2	783,960	489,073
Cost of sales		(566,255)	(389,306)
Gross profit		217,705	99,767
Administrative expenses		(125,596)	(109,726)
Other operating income		402	8,434
Operating profit/(loss)	3	92,511	(1,525)
Interest payable and similar charges		(1,284)	-
Profit/(loss) on ordinary activities before taxation		91,227	(1,525)
Tax on profit/(loss) on ordinary activities	4	(357)	(335)
Profit/(loss) on ordinary activities after taxation		90,870	(1,860)
Retained profit/(loss) for the year		90,870	(1,860)
Retained profit brought forward		102,107	103,967
Retained profit carried forward		192,977	102,107

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

Precision Tooling Services Limited

**Balance sheet
as at 31 October 2005**

		2005		2004	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	5		318,554		68,470
Current assets					
Stocks		29,137		19,137	
Debtors	6	237,758		167,688	
Cash at bank and in hand		7,947		100	
		<u>274,842</u>		<u>186,925</u>	
Creditors: amounts falling due within one year	7	<u>(263,611)</u>		<u>(143,288)</u>	
Net current assets			<u>11,231</u>		<u>43,637</u>
Total assets less current liabilities			329,785		112,107
Creditors: amounts falling due after more than one year	8		<u>(126,808)</u>		<u>-</u>
Net assets			<u>202,977</u>		<u>112,107</u>
Capital and reserves					
Called up share capital	9		10,000		10,000
Profit and loss account			192,977		102,107
Shareholders' funds			<u>202,977</u>		<u>112,107</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

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

Precision Tooling Services Limited

Balance sheet (continued)

**Directors' statements required by Section 249B(4)
for the year ended 31 October 2005**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 October 2005 and

(c) that we acknowledge our responsibilities for:

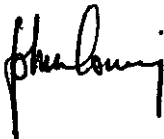
(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on 24 April 2006 and signed on its behalf by

J Corrigan
Director



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

Precision Tooling Services Limited

Notes to the financial statements for the year ended 31 October 2005

1. Accounting policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Leasehold properties	-	Straight line over the life of the lease
Plant and machinery	-	24% straight line
Fixtures, fittings and equipment	-	24% straight line

1.4. Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. 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 constant periodic rates of charge on the net obligations outstanding in each period.

1.5. Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value.

Precision Tooling Services Limited

Notes to the financial statements for the year ended 31 October 2005

..... continued

1.6. Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

Provision is made for deferred tax that would arise on remittance of the retained earnings of overseas subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable;

Deferred tax assets are recognised only to the extent that the directors consider that it is 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 is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating profit/(loss)

	2005	2004
	£	£
Operating profit/(loss) is stated after charging:		
Depreciation and other amounts written off tangible assets	14,926	10,184
Government grants	402	8,434

4. Tax on profit/(loss) on ordinary activities

Analysis of charge in period	2005	2004
	£	£
Current tax		
Adjustments in respect of previous periods	357	335

Precision Tooling Services Limited

Notes to the financial statements for the year ended 31 October 2005

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5. Tangible fixed assets	Short leasehold property £	Plant and machinery £	Fixtures, fittings and equipment £	Total £
Cost				
At 1 November 2004	22,807	439,327	13,136	475,270
Additions	1,890	259,141	3,979	265,010
Disposals	(22,807)	-	-	(22,807)
At 31 October 2005	1,890	698,468	17,115	717,473
Depreciation				
At 1 November 2004	22,807	372,412	11,581	406,800
On disposals	(22,807)	-	-	(22,807)
Charge for the year	-	14,602	324	14,926
At 31 October 2005	-	387,014	11,905	398,919
Net book values				
At 31 October 2005	1,890	311,454	5,210	318,554
At 31 October 2004	-	66,915	1,555	68,470

Included above are assets held under finance leases or hire purchase contracts as follows:

Asset description	2005		2004	
	Net book value £	Depreciation charge £	Net book value £	Depreciation charge £
Plant and machinery	191,500	2,910	-	-

6. Debtors	2005 £	2004 £
Trade debtors	237,758	166,088
Prepayments and accrued income	-	1,600
	237,758	167,688

Precision Tooling Services Limited

Notes to the financial statements for the year ended 31 October 2005

..... continued

7. Creditors: amounts falling due within one year	2005 £	2004 £
Bank overdraft	11,922	14,110
Net obligations under finance leases and hire purchase contracts	32,750	-
Trade creditors	102,224	48,929
Amounts owed to associated companies	11,000	-
Other taxes and social security costs	18,408	30,968
Other creditors	6,048	3,570
Accruals	81,259	45,711
	<u>263,611</u>	<u>143,288</u>

The bank overdraft is secured by a bond and floating charge for all monies dated 12 December 1985.

8. Creditors: amounts falling due after more than one year	2005 £	2004 £
Net obligations under finance leases and hire purchase contracts	<u>126,808</u>	<u>-</u>

9. Share capital	2005 £	2004 £
Authorised		
20,000 Ordinary shares of £1 each	<u>20,000</u>	<u>20,000</u>
Allotted, called up and fully paid		
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

10. Ultimate parent undertaking

In the opinion of the director, the ultimate holding company is Glen Foundry plc