

PR2 ENGINEERING LIMITED

ABBREVIATED STATUTORY ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2011

Company No. 278 634 (Scotland)



**PR2 ENGINEERING LIMITED**  
**ABBREVIATED BALANCE SHEET**  
**AT 30 JUNE 2011**

	Note	2011 £	2010 £
<b>FIXED ASSETS</b>			
Tangible Assets	3	329,201	199,664
		<hr/> 329,201	<hr/> 199,664
<b>CURRENT ASSETS</b>			
Stocks		55,883	54,071
Debtors		155,347	110,693
Cash at Bank and in Hand		18,212	8,239
		<hr/> 229,442	<hr/> 173,003
Creditors - amounts falling due within one year	4	(234,074)	(202,056)
<b>NET CURRENT ASSETS/(LIABILITIES)</b>		<hr/> (4,632)	<hr/> (29,053)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<hr/> 324,569	<hr/> 170,611
Creditors - amounts falling due after more than one year	4	(145,904)	(28,584)
Provisions for Liabilities and Charges		(30,548)	(32,088)
<b>NET ASSETS</b>		<hr/> £148,117	<hr/> £109,939
<b>CAPITAL AND RESERVES</b>			
Called up Share Capital	5	1,000	40,000
Capital Redemption Reserve	6	39,000	-
Profit and Loss Account		108,117	69,939
<b>SHAREHOLDERS FUNDS - All Equity</b>		<hr/> £148,117	<hr/> £109,939

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477(1) of the Companies Act 2006. Shareholders holding 10% or more of the nominal value of the company's issued share capital have not issued a notice requiring an audit under section 476 of the Companies Act 2006. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 and section 387 of the Companies Act 2006, and for preparing accounts which give a true and fair view of the state of affairs of the company as at the period end and of its profit or loss for the period then ended in accordance with the requirements of section 396, and which otherwise comply with the requirements of the Act relating to the Accounts so far as applicable to the company.

These accounts 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.

These abbreviated accounts were approved by the board on 19 September 2011  
and signed on its behalf by:

  
Ryan Malcolm Smith  
Director

Company No. 278 634 (Scotland)

The notes on pages 3 to 4 form part of these financial statements

**PR2 ENGINEERING LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS - 30 JUNE 2011**

**I. ACCOUNTING POLICIES**

**Basis of preparation of financial statements**

The financial statements are prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

**Depreciation of tangible fixed assets**

Tangible fixed assets are stated at cost or valuation less depreciation. The cost or valuation of tangible fixed assets, less any residual value, is written off over their expected useful lives as follows:

	Period in Years
Plant & Machinery	5

**Stocks and Work in Progress**

Stocks and work in progress are valued at the lower of cost and estimated net realisable value, after making due allowance for obsolete and slow moving items. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Finished work in progress is valued at selling price.

**Deferred Taxation**

Provision is made for taxation deferred as a result of timing differences between the incidence of income and expenditure for taxation and accounts purposes. However, deferred tax assets are recognised only to the extent that the directors consider it is more likely than not that they will be recovered against future taxable profits.

**Hire Purchase and Lease Commitments**

Assets obtained under hire purchase are capitalised and depreciated over their useful lives. Assets acquired by finance lease are capitalised 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 on a straight line basis. Rentals payable under operating leases are charged to the profit and loss account as incurred.

**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.

**Government Grants**

Government grants received against capital expenditure are provided for on receipt and released to the profit and loss account over the expected useful life of the relevant assets in equal annual instalments.

**Revenue Recognition**

The company recognises revenue to the extent that it has fulfilled its contractual obligations to its customers through the supply of goods and services.

**2. TURNOVER**

Turnover comprises the invoice value of goods and services supplied by the company, net of Value Added Tax, adjusted for any movement in work in progress.

**PR2 ENGINEERING LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS - 30 JUNE 2011**

**3. TANGIBLE FIXED ASSETS**

	Total £
<b>COST OR VALUATION</b>	
At 30 June 2010	353,752
Additions	183,070
Disposals	(8,797)
At 30 June 2011	<u>£528,025</u>
<b>DEPRECIATION</b>	
At 30 June 2010	154,088
Charge for the year	53,533
On disposals	(8,797)
At 30 June 2011	<u>£198,824</u>
<b>NET BOOK VALUES</b>	
At 30 June 2011	<u>£329,201</u>
At 30 June 2010	<u>£199,664</u>

**4. CREDITORS**

	2011 £	2010 £
Creditors include amounts due to secured creditors of		
Due within one year	108,414	113,243
Due after more than one year	145,904	28,584
Total due to secured creditors	<u>£254,318</u>	<u>£141,827</u>
Amounts repayable by instalments repayable after more than five years	-	584
Repayable after more than five years	<u>-</u>	<u>£584</u>

The bank borrowing is secured by a bond and floating charge over all the assets of the company.

The hire purchase and finance leases are secured on the assets concerned.

The bank's security is subordinate to a bond and floating charge over the company's debtors held by the factors.

**5. CALLED UP SHARE CAPITAL**

		2011	2010	2011	2010
Allotted, called up and fully paid	Denomination		Quantity		
Ordinary shares	£1.00	1,000	40,000	£1,000	£40,000
				<u>£1,000</u>	<u>£40,000</u>

**6. CAPITAL REDEMPTION RESERVE**

The redemption reserve arose on the purchase by the company of 39,000 of its own £1 ordinary shares for a total consideration of £39,000.