

Eddycurrent Machinery Agents Limited

Company Number: 857948

Abbreviated Statutory Accounts
For the Period ended
31st December 1997



Underwood Kinson

Registered Auditor
Chartered Accountants

35 Market Street
Lichfield
Staffordshire
WS13 6LA

Eddycurrent Machinery Agents Limited

ABBREVIATED STATUTORY ACCOUNTS
For the Period ended 31st December 1997

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AUDITORS' REPORT TO
Eddycurrent Machinery Agents Limited

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial accounts set out on pages 2 to 5, together with the financial accounts of the company for the Period ended 31st December 1997 prepared under section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated financial accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we considered necessary to confirm, by reference to the financial accounts, that the company is entitled to deliver abbreviated financial accounts and that the abbreviated financial accounts to be delivered are properly prepared. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial accounts.

OPINION

In our opinion the company is entitled to deliver abbreviated financial accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

Underwood Kinson

Underwood Kinson
Registered Auditors
Chartered Accountants
35 Market Street
Lichfield
Staffordshire
WS13 6LA

23rd October 1998

Eddycurrent Machinery Agents Limited

ABBREVIATED BALANCE SHEET
As at 31st December 1997

	<u>Notes</u>	<u>31.12.97</u> £ £	<u>31.10.96</u> £ £
FIXED ASSETS			
Tangible Assets	2	532,310	502,093
CURRENT ASSETS			
Stock and Work in Progress		413,092	76,229
Debtors		968,734	371,795
Cash at Bank and in Hand		106,457	209,063
		<u>1,488,283</u>	<u>657,087</u>
CREDITORS : Amounts Falling Due within One Year		<u>(1,748,419)</u>	<u>(653,023)</u>
NET CURRENT (LIABILITIES)/ASSETS		<u>(260,136)</u>	<u>4,064</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>272,174</u>	<u>506,157</u>
CREDITORS : Amounts Falling Due After more than One Year		-	3,618
PROVISION FOR LIABILITIES AND CHARGES		<u>24,741</u>	<u>24,741</u>
		<u>247,433</u>	<u>477,798</u>
CAPITAL AND RESERVES			
Share Capital	3	1,000	1,000
Other Reserves		113,501	113,501
Profit and Loss Account		132,932	363,297
TOTAL SHAREHOLDERS' FUNDS		<u>247,433</u>	<u>477,798</u>

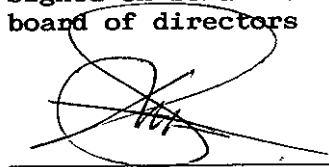
The notes on pages 4 to 5 form part of these accounts.

continued

Eddycurrent Machinery Agents Limited**ABBREVIATED BALANCE SHEET**
(continued)
As at 31st December 1997

These accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the
board of directors

A handwritten signature, likely of P. Smith, is written over a horizontal line. The signature is stylized and appears to be a cursive 'P' followed by some less legible characters.

P Smith
Director

Approved by the board: 23rd October 1998

The notes on pages 4 to 5 form part of these accounts.

Eddycurrent Machinery Agents Limited

NOTES TO THE ABBREVIATED ACCOUNTS For the Period Ended 31st December 1997

1. ACCOUNTING POLICIES

Basis of Accounting

The accounts have been prepared under the historical cost convention as modified to incorporate the revaluation of certain fixed assets.

Turnover

Turnover represents the net invoiced sales of goods, excluding VAT.

Tangible Fixed Assets

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

Freehold Property	2% on cost or revalued amount
Motor Vehicles	25% on written down value
Plant and Equipment	15% on written down value
Fixtures and Fittings	15% on written down value

Government Grants

Grants on capital expenditure are treated as a deferred credit and are released to the profit and loss account in equal instalments over the estimated useful life of the related assets. Grants of a revenue nature are credited to income in the period to which they relate.

Stocks and Work in Progress

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

Deferred Taxation

Deferred Taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Foreign Currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

Leased Assets

Assets held under finance leases and hire purchase contracts are capitalised at the estimated fair value at date of inception of each lease or contract. The assets are depreciated over their expected useful lives. The finance charges are allocated over the primary period of the lease in proportion to the capital element outstanding. Rentals payable under operating leases are charged to the profit and loss account as incurred.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

Cash Flow Statement

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

Eddycurrent Machinery Agents Limited

NOTES TO THE ABBREVIATED ACCOUNTS
For the Period Ended 31st December 1997

2. TANGIBLE FIXED ASSETS

	Land & Buildings £	Plant & Machinery etc £	TOTAL £
COST			
At 1st November 1996	330,000	662,944	992,944
Additions in Period	-	89,489	89,489
At 31st December 1997	<u>330,000</u>	<u>752,433</u>	<u>1,082,433</u>
DEPRECIATION			
At 1st November 1996	6,600	484,251	490,851
Charge for the Period	6,468	(361,911)	(355,443)
At 31st December 1997	<u>13,068</u>	<u>122,340</u>	<u>135,408</u>
NET BOOK VALUE			
At 31st December 1997	<u>316,932</u>	<u>215,378</u>	<u>532,310</u>
At 31st October 1996	<u>323,400</u>	<u>178,693</u>	<u>502,093</u>

3. SHARE CAPITAL

	<u>31.12.97</u> £	<u>31.10.96</u> £
Authorised		
Ordinary Shares of 1 each	<u>2,000</u>	<u>2,000</u>
Allotted, Issued and Fully Paid		
Ordinary Shares of 1 each	<u>1,000</u>	<u>1,000</u>