

B.M.I. ENGINEERING LIMITED

Company Reg. No. 1221870

ABBREVIATED REPORT AND ACCOUNTS

FOR THE PERIOD ENDED 31ST JULY, 1995

B.C.Stockford & Co
Accountants
The Old School
St.Johns Road
Kates Hill
Dudley



**AUDITORS REPORT TO B.M.I. ENGINEERING LIMITED
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages 2 to 4 together with the full financial statements of B.M.I. ENGINEERING LIMITED for the period ended 31st July, 1995.

The directors are responsible for preparing abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 2 and whether the abbreviated accounts have been prepared in accordance with that Schedule.

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

In our opinion, the company is entitled under Sections 246 and 247 of the Companies Act 1985 to the exemption conferred by Section A of Part 3 of schedule 8 to that Act in respect of the period ended 31st July, 1995 and the abbreviated accounts on pages 3 to 4 have been properly prepared in accordance with that schedule.

On the date shown below, as auditors of B.M.I. ENGINEERING LIMITED we reported to the members on the accounts of the company prepared under Section 226 of the Companies Act 1985 for the period ended 31st July, 1995 and our audit report was as follows:

We have audited the financial statements on pages 4 to 9. Our audit was conducted in accordance with auditing standards.

Respective responsibilities of directors and auditors

As described on page 2 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on these statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with auditing standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31st July 1995, and of its results for the period then ended and have been prepared in accordance with the Companies Act 1985.

Peter Henry & Co

Peter Henry & Co.
Chartered Accountants
Registered Auditors
The Old School
St. Johns Road
Kates Hill
Dudley

20.12.95

B.M.I. ENGINEERING LIMITEDBALANCE SHEET AT 31ST JULY, 1995

	Note	£	1995	£	1994	£
FIXED ASSETS						
Tangible Assets	2			160,407		89,832
CURRENT ASSETS						
Stocks		129,576			180,840	
Debtors		387,710			272,608	
Cash in hand		151			2	
		<u>517,437</u>			<u>453,450</u>	
CREDITORS						
Amounts falling due within one year		582,650			270,357	
NET CURRENT (LIABILITIES)/ASSETS				(65,213)		183,093
TOTAL ASSETS LESS CURRENT LIABILITIES				95,194		272,925
CREDITORS						
Amounts falling due after more than one year	4			27,606		6,150
PROVISION FOR LIABILITIES AND CHARGES						
NET ASSETS				<u>67,588</u>		<u>266,775</u>
CAPITAL & RESERVES						
Called up share capital	5			100		100
Reserves				67,488		266,675
SHAREHOLDERS FUNDS				<u>67,588</u>		<u>266,775</u>

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

The directors have taken advantage of the exemptions conferred by Schedule 8 part IIIA of the Companies Act 1985 and have done so on the grounds that, in their opinion, the company is entitled to these exemptions as a small company.

The directors have taken advantage of the exemptions conferred by Schedule 8 part I of the Companies Act 1985 and have done so on the grounds that, in their opinion, the company is entitled to these exemptions as a small company.

These Financial Statements were approved by the board of directors on:-

Date...20.12.95.....

J.T.Clarke 

J.C.Clarke 

B.M.I. ENGINEERING LIMITEDNOTES FORMING PART OF THE ABBREVIATED ACCOUNTSFOR THE PERIOD ENDED 31ST JULY, 1995**1 ACCOUNTING POLICIES**

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year.

Basis of accounting

The accounts have been prepared in accordance with the historical cost convention as modified by the revaluation of certain fixed assets and in accordance with section 228 of, and schedule 4 to, the Companies Act 1985.

Depreciation

Depreciation is provided on the cost of tangible fixed assets in order to write off such cost after taking account of scrap values over the expected useful lives as follows:-

Plant & Equipment	20 %	
Fittings & Office Equipment	20 %	RB
Motor Vehicles	25 %	SL

Stocks

Stocks are valued at the lower of cost and net realisable value. In respect of work in progress and finished goods, cost includes a relevant proportion of overheads according to the stage of manufacture or completion.

Deferred Taxation

Deferred taxation is provided on the liability method to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect that it is considered that a net liability may crystallise.

Leasing

Tangible fixed assets acquired under finance leases or hire purchase contracts are capitalised and depreciated in the same manner as other tangible fixed assets. The related obligations, net of future finance charges, are included in creditors.

Rentals payable under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

3 TANGIBLE FIXED ASSETS

	<u>Total</u>
	<u>£</u>
Cost:	
At 1 May 1994	428,334
Additions	111,009
At 31 July 1995	<u>539,343</u>
Depreciation:	
At 1 May 1994	338,502
Charge for the year	40,434
At 31 July 1995	<u>378,936</u>
Net book value:	
At 31 July 1995	<u>160,407</u>
At 1 May 1994	<u>89,832</u>

B.M.I. ENGINEERING LIMITEDNOTES FORMING PART OF THE ABBREVIATED ACCOUNTS (CONTINUED)FOR THE PERIOD ENDED 31ST JULY, 1995

4 CREDITORS: Amounts falling due after more than one year

	<u>1995</u>	<u>1994</u>
	£	£
Hire Purchase-Due over one yr.	<u>27,606</u>	<u>6,150</u>
	<u>27,606</u>	<u>6,150</u>

5 SHARE CAPITAL

	<u>1995</u>	<u>1994</u>
	£	£
Authorised:		
Ordinary Shares of £1 each	<u>2,000</u>	<u>2,000</u>
Allotted and fully paid:		
Ordinary shares of £1 per share	<u>100</u>	<u>100</u>