

**AIR TOOLS & COMPRESSORS LIMITED**

**COMPANY REGISTERED NUMBER: 01874794**

**ABBREVIATED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**31ST JANUARY 1998**



**AIR TOOLS & COMPRESSORS LIMITED**

**ABBREVIATED BALANCE SHEET AS AT 31ST JANUARY 1998**

	<u>Notes</u>	<u>1998</u>	<u>1997</u>
<b>FIXED ASSETS</b>			
Tangible Assets	2	86779	80378
<b>CURRENT ASSETS</b>			
Stocks		31414	37360
Debtors		57328	89605
Cash at Bank and in Hand		110	-
		<u>88852</u>	<u>126965</u>
<b>CREDITORS - Amounts falling due within one year</b>		<u>90933</u>	<u>131409</u>
<b>NET CURRENT LIABILITIES</b>		(2081)	(4444)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		84698	75934
<b>CREDITORS - Amounts falling due after more than one year</b>		71590	65759
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>		<u>343</u>	<u>608</u>
<b>NET ASSETS</b>		<u>£12765</u>	<u>£9567</u>
<b>CAPITAL AND RESERVES</b>			
Called-Up Share Capital	3	100	100
Profit and Loss Account		12665	9467
		<u>£12765</u>	<u>£9567</u>

cont .....

**AIR TOOLS & COMPRESSORS LIMITED**

**ABBREVIATED BALANCE SHEET AS AT 31ST JANUARY 1998**

(continued)

The director is satisfied that the company was entitled to exemption under subsection (1) of section 249A of the Companies Act 1985 and that no member or members have requested an audit pursuant to subsection (2) of section 249B in relation to the accounts for the financial year.

The director acknowledges his responsibilities for:

- 1) ensuring that the company keeps accounting records which comply with section 221; and
- 2) preparing accounts 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 and loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with requirements of this Act relating to accounts, so far as applicable to the company.

These accounts and the full financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

These accounts were approved by the Director on 13th March 1998.

  
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T E Croft  
Director

The notes on pages 3 and 4 form part of these accounts.

**AIR TOOLS & COMPRESSORS LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - YEAR ENDED 31ST JANUARY 1998**

2	<u>FIXED ASSETS</u>	<u>Freehold Property</u>	<u>Plant and Machinery</u>	<u>Office Equipment</u>	<u>Leased Vehicles</u>	<u>Total</u>
	<u>Tangible Assets</u>					
	<u>Cost (or Valuation)</u>					
	At 1st February 1997	68865	8075	1740	30996	109676
	Additions	-	240	143	15855	16238
	Less Disposals	-	-	-	13817	13817
	At 31st January 1998	68865	8315	1883	33034	£112097
	<u>Depreciation</u>					
	At 1st February 1997	-	5193	1205	22900	29298
	Charge for the Year	-	468	102	4895	5465
	Eliminated on Disposals	-	-	-	9445	9445
	At 31st January 1998	-	5661	1307	18350	£25318
	Net Book Value at 31st January 1998	68865	2654	576	14684	£86779
	Net Book Value at 31st January 1997	68865	2882	535	8096	£80378

3 CALLED-UP SHARE CAPITAL

	Authorised	Allotted Called-Up & Fully-Paid
Ordinary Shares of £1 each	100	100

There have been no changes during the year.

4 SECURED CREDITORS

Security has been given by the company to secure £82860 (1997: £106864) of the amount shown under creditors:

	1998	1997
Finance Lease and Hire Purchase Creditors	2750	1359
£15000 Bank Loan	11029	12778
Bank Commercial Mortgage Loan	54710	54710
Loan from BCSL (factoring company)	14371	38017
	£82860	£106864

The £15000 bank loan is being repaid by monthly instalments over 7 years from July 1995.

The Commercial Mortgage Bank loan is an interest-only loan and, therefore, it is unlikely that any capital repayments will be made in the next five years.

**AIR TOOLS & COMPRESSORS LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - YEAR ENDED 31ST JANUARY 1998**

**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 and also have been consistently applied within the same accounts.

**a) Basis of Preparation of Financial Statements**

The accounts have been prepared under the historical cost convention.

The effect of events relating to the year ended 31st January 1998 before the date of approval of the financial statements by the director, have been included in the statements to the extent required to show a true and fair view of the state of affairs at 31st January 1998 and of the results for the year ended on that date.

**b) Depreciation**

Depreciation has been computed to write off the cost of tangible fixed assets over their expected useful lives using the following rates:

Plant and Machinery	- 15% per annum of net book amount
Office Equipment	- 15% per annum of net book amount
Motor Vehicles	- 25% per annum of net book amount

**c) Stocks**

Stocks have been valued at the lower of cost and net realisable value.

**d) 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 of all material timing differences to the extent that it is considered that a net liability may crystallise.

**e) Leasing and Hire Purchase**

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.

**f) Pensions**

The Company has a defined contribution pension scheme. The cost of the contributions made by the Company to the Scheme are charged to profit and loss account as incurred.

**g) Turnover**

The Company's turnover represents the value, excluding value added tax, of goods and services supplied to customers during the year.