

1989949

AAJ ENGINEERING LIMITED
ACCOUNTS FOR THE YEAR ENDED
28TH FEBRUARY 2001

J. LOCHHEAD & CO
1 The Granary
Central Buildings
High Street
Wombourne
South Staffs
WV5 9DN



A.A.J. ENGINEERING LIMITED

DIRECTORS	-	A.L. Smith J.C. Donnelly
SECRETARY	-	J.C. Donnelly
REGISTERED OFFICE	-	Unit 18 Heaton House Camden Street Hockley Birmingham
REGISTERED NUMBER	-	1989949

REPORT AND ACCOUNTS 28TH FEBRUARY 2001

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	10	Detailed Profit and loss account.
	11	Notes to the detailed profit and loss account

A.A.J. ENGINEERING LIMITED

DIRECTORS REPORT FOR THE YEAR ENDED 28TH FEBRUARY 2001

The Directors present their report and the financial statements for the year ended 28 th February 2001.

Principal Activities

The Principal Activity of the Company during the year continued to be that of General Engineering

The results for the year are on page 3.

The Directors consider the Companies financial affairs to be satisfactory.

Dividends

The Directors do not recommend the payment of a dividend for the year.

Fixed Assets

Details of movements in fixed assets are set out in note (8) to the financial statements.

Year 2000

The directors do not anticipate any problems or significant costs associated with the year 2001.


Directors

The Directors who served during the year and their beneficial interests in the company's issued ordinary share capital was as follows :-

	<u>Ordinary £1 Shares</u>	
	<u>At Commencement</u>	<u>At Year End</u>
A.L. Smith -	45	45
J.C. Donnelly -	45	45
	-----	-----
	90	90
	-----	-----

These accounts have been 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.

This report was approved by the board on 7th December 2001 and signed on its behalf.


.....

A. L. Smith
Director

A. A. J. ENGINEERING LIMITED

STATEMENTS OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to :-

1. Select suitable accounting policies and then apply them consistently.
2. Make judgements and estimates that are reasonable and prudent.
3. State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements.
4. Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the preparation and detection of fraud and other irregularities.

A. A. J. ENGINEERING LIMITED

PROFIT & LOSS ACCOUNT

FOR THE YEAR ENDED 28TH FEBRUARY 2001

	<u>2001</u>	<u>2000</u>
Turnover	132928	107368
Cost of Sales	69156	49983
Gross Profit	----- 63772	----- 57385
Administrative Expenses	60683	62967
Operating Profit	----- 3089	----- -5582
Interest Payable	-417	-400
Interest Receivable	0	3
Profit on Ordinary activities before taxation	----- 2672	----- -5979
Taxation on profit on ordinary activities	1825	-
Profit on ordinary activities after taxation	----- 847	----- -5979
Dividend	-	-
Profit for the year	----- 847	----- -5979
Retained profit brought forward	29658	35637
Retained profit carried forward	----- 30505	----- 29658

There were no recognised gains and losses for 2001 and 2000 other than those included in the profit and loss account.

The notes on pages 6 to 9 form part of these accounts.

A. A. J. ENGINEERING LIMITED

BALANCE SHEET AS AT 28TH FEBRUARY 2001

	<u>Note</u>	<u>2001</u>	<u>2000</u>
<u>FIXED ASSETS</u>			
Tangible assets	(8)	8284	11045
<u>CURRENT ASSETS</u>			
Stock & Work in Progress	(9)	1220	1075
Debtors	(10)	43269	43527
Cash at Bank	(20)	2888	-1248
		-----	-----
		47377	43354
		-----	-----
<u>Less CREDITORS : Amounts</u>			
<u>falling due within one year.</u>			
Corporation Tax	(6)	-	-1825
Creditors	(11)	8543	11321
Directors	(18)	15978	13296
		-----	-----
		24521	22792
		-----	-----
NET CURRENT ASSETS		22856	20562
		-----	-----
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		31140	31607
		-----	-----
<u>Less CREDITORS : Amounts</u>			
<u>Falling due after more than one year</u>			
Hire Purchase		545	1859
		-----	-----
		30595	29748
		-----	-----
<u>CAPITAL AND RESERVES</u>			
Called up Share Capital	(14)	90	90
Profit & Loss Account		30505	29658
		-----	-----
Shareholders Funds - All equity	(16)	30595	29748
		-----	-----

The notes on pages 6 - 9 form part of these accounts.

A. A. J. ENGINEERING LIMITED

BALANCE SHEET AS AT 28TH FEBRUARY 2001 CONTINUED

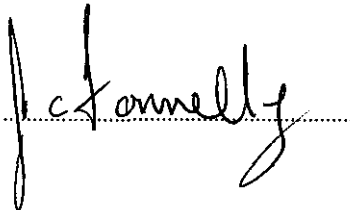
The directors are satisfied that the company was entitled to exemption under subsection (1) of section 249A of the Companies Act 1985 and that no members have requested an audit pursuant of subsection (2) 249B in relation to the accounts for the financial year.

The directors acknowledge their 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 or 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.

The Financial Statements which have been prepared in accordance with the special provisions of part VII of the Companies Act 1985 applicable to Small Companies, and in accordance with the Financial Reporting Standard for Smaller Entities were approved by the board on 7th December 2001 and signed on its behalf.

J. Donnelly
Director

A handwritten signature in black ink, appearing to read 'J. Donnelly', is written over a horizontal dotted line.

The notes on pages 6 - 9 form part of these accounts.

A. A. J. ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28TH FEBRUARY 2001

1 ACCOUNTING POLICIES

1.1 Basis of preparation of accounts

The financial statements are prepared under the historical cost convention and include the results of the company's operations which are described in the directors report and all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No.1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

1.2 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:-

Plant & Machinery	25%	reducing balance
Motor Vehicle	25%	reducing balance

1.4 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets and depreciated over the shorter of the lease term and their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. 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 accounts so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.5 Operating leases

Rental applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.6 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 stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.7 Research and development

Expenditure on research and development is written off in the year that it is incurred.

A. A. J. ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28TH FEBRUARY 2001

1.8 Deferred Taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of directors there is a reasonable probability that a liability or asset will crystallise in the near future.

1.10 Pensions

The company does not operate a pension scheme.

2 Operating Profit

The operating profit is stated after charging :

	<u>2001</u>	<u>2000</u>
Depreciation of Fixed Assets	2761	3680
	-----	-----

4 Directors Remuneration

Emoluments for services as directors

35925	36988
-----	-----

5 Capital Commitments

There were no capital commitments at the accounting date (2000 -)

6 Taxation

UK Corporation Tax Refund Due

-	-1825
-----	-----

0	-1825
-----	-----

7 Dividends

-	-
-----	-----

8 FIXED ASSETS

Cost

As at 1st March 2000

<u>Motor Van</u>	<u>Plant & M/C</u>	<u>Total</u>
9475	42836	52311
-----	-----	-----
9475	42836	52311
-----	-----	-----

Depreciation

As at 1st March 2000

Charge for the year

4754	36512	41266
1180	1581	2761
-----	-----	-----
5934	38093	44027
-----	-----	-----

Net Book Value

2001

3541	4743	8284
-----	-----	-----

2000

4721	6324	11045
-----	-----	-----

Included in motor vans is a vehicle subject to a Hire Purchase agreement with a NBV of £3207 (£4275) and depreciation charged for the year £1068 (£1425)

A. A. J. ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28TH FEBRUARY 2001

9	<u>Stock and Work in Progress</u>	<u>2001</u>	<u>2000</u>
	Stock	1220	1075
		-----	-----
		1220	1075
		-----	-----
10	<u>Debtors</u>		
	All due within one year		
	Trade	42499	42131
	Prepayments	770	1396
		-----	-----
		43269	43527
		-----	-----
11	<u>Creditors Amounts falling due within one year</u>		
	Trade Creditors	873	3605
	Social Security & Taxes	5764	5809
	Hire Purchase	1312	1312
	Accruals	594	595
		-----	-----
		8543	11321
		-----	-----
12	<u>Creditors amounts falling due after more than one year</u>		
	Hire Purchase	545	1859
		-----	-----

13 **Deferred Taxation**

No provision is made for deferred taxation

The additional potential liability for deferred taxation is as follows :-

Accelerated Capital Allowances £4 (2000 -£4)

FOR THE YEAR ENDED 28TH FEBRUARY 2001