

CSS Machine and Engineering Limited

Abbreviated financial statements

For the year ended

31 December 2002



CSS Machine and Engineering Limited

Abbreviated financial statements

Year ended 31 December 2002

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CSS Machine and Engineering Limited

Independent auditors' report to the company

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 4, together with the financial statements of the company for the year ended 31 December 2002 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of the directors and the auditors

The directors are responsible for preparing the abbreviated 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 accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and report our opinion to you.

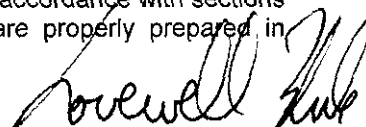
Basis of opinion

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

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

Cedar House
White Hart Street
Aylsham
Norfolk
NR11 6HG



LOVEWELL BLAKE
Chartered Accountants
& Registered Auditors

CSS Machine and Engineering Limited

Abbreviated balance sheet

31 December 2002

	Note	2002 £	£	2001 £	£
Fixed assets	2				
Tangible assets			14,949		15,470
Current assets					
Stocks		1,000		35,550	
Debtors		109,321		223,257	
Cash at bank and in hand		133,980		77,506	
		244,301		336,313	
Creditors: Amounts falling due within one year		(101,595)		(211,708)	
Net current assets			142,706		124,605
Total assets less current liabilities			157,655		140,075
Provisions for liabilities and charges			(1,894)		(1,745)
			155,761		138,330
Capital and reserves					
Called-up equity share capital	4		100		100
Profit and Loss Account			155,661		138,230
Shareholders' funds			155,761		138,330

These accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved and signed by the director on 9 May 2003

Mr K S Woodard

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

CSS Machine and Engineering Limited

Notes to the abbreviated financial statements

Year ended 31 December 2002

1. Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant and Machinery	- 20% reducing balance
Furniture and equipment	- 15% reducing balance
Computer equipment	- 20% straight line

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Deferred taxation

Provision is made, under 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.

2. Fixed assets

	Tangible Assets £
Cost	
At 1 January 2002	65,366
Additions	<u>3,874</u>
At 31 December 2002	<u>69,240</u>
Depreciation	
At 1 January 2002	49,896
Charge for year	<u>4,395</u>
At 31 December 2002	<u>54,291</u>
Net book value	
At 31 December 2002	<u>14,949</u>
At 31 December 2001	<u>15,470</u>

CSS Machine and Engineering Limited

Notes to the abbreviated financial statements

Year ended 31 December 2002

3. Related party transactions

Details of related party transactions occurring with the Parent Undertaking, CSS Investment Holdings Limited, are as follows:

	2002	2001
	£	£
Rent paid	17,637	9,297
Dividends paid to parent company	12,808	36,218
Company filing fee paid by subsidiary	15	15
Security costs paid by subsidiary	226	-
Repaid to holding company	49,165	-
Balance carried forward	(35,549)	(83,294)

4. Share capital

Authorised share capital:

	2002	2001
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2002		2001	
	No.	£	No.	£
Ordinary shares	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

5. Ultimate parent undertaking and controlling interest

The ultimate parent undertaking of CSS Machine and Engineering Company limited is CSS Investment Holdings Limited, a company incorporated in England, of which Mr K.S. Woodard owns 100% of the issued share capital and, as such, controls the company.