

Company Registration No. 4412044 (England and Wales)

MARCO GEARING LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2004



MARCO GEARING LIMITED

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MARCO GEARING LIMITED

INDEPENDENT AUDITORS' REPORT TO MARCO GEARING LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 4, together with the financial statements of the company for the year ended 31 December 2004 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company's members, as a body, in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and 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 to report our opinion to you.

Basis of audit opinion

We have carried out the procedures we considered 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

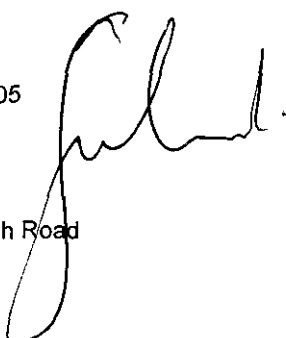
In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

Salisbury Associates

Chartered Accountants
Registered Auditor

23 August 2005

Irish Square
Upper Denbigh Road
St Asaph
Denbighshire
LL17 0RN



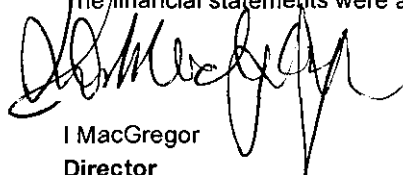
MARCO GEARING LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 2004

		2004		2003	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	2		1,002,630		1,098,244
Current assets					
Stocks		91,531		66,477	
Debtors		186,970		72,950	
Cash at bank and in hand		4,298		25,931	
		
		282,799		165,358	
Creditors: amounts falling due within one year		(258,292)		(383,963)	
		
Net current assets/(liabilities)			24,507		(218,605)
		
Total assets less current liabilities			1,027,137		879,639
Creditors: amounts falling due after more than one year	3		(442,104)		(589,349)
Provisions for liabilities and charges			(22,210)		-
Accruals and deferred income			(400,000)		-
		
			162,823		290,290
		
Capital and reserves					
Called up share capital	4		450,010		450,010
Profit and loss account			(287,187)		(159,720)
		
Shareholders' funds - equity interests			162,823		290,290
		

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

The financial statements were approved by the Board on 22 August 2005


I MacGregor
Director

MARCO GEARING LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2004

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided on a monthly basis at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Property improvements	5% Reducing balance
Plant and machinery	10% Reducing balance
Computer equipment	20% Reducing balance
Fixtures, fittings & equipment	15% Reducing balance
Motor vehicles	25% Reducing balance

1.4 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. 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 account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.5 Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value.

1.6 Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with FRS 17.

1.7 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

1.8 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

1.9 Government grants

Grants are credited to deferred revenue. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

MARCO GEARING LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2004

2 Fixed assets

	Tangible assets £
Cost	
At 1 January 2004	1,116,874
Additions	29,089

At 31 December 2004	1,145,963

Depreciation	
At 1 January 2004	18,630
Charge for the year	124,703

At 31 December 2004	143,333

Net book value	
At 31 December 2004	1,002,630

At 31 December 2003	1,098,244

3 Creditors: amounts falling due after more than one year

The aggregate amount of creditors for which security has been given amounted to £589,242 (2003 - £740,739).

	2004 £	2003 £
4 Share capital		
Authorised		
450,010 Ordinary shares of £1 each	450,010	450,010

Allotted, called up and fully paid		
450,010 Ordinary shares of £1 each	450,010	450,010
