

Abbreviated Accounts for the Year Ended 31 August 2008

for

Machan Engineering Limited

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COMPANIES HOUSE

Machan Engineering Limited

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for the Year Ended 31 August 2008

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Machan Engineering Limited

Company Information  
for the Year Ended 31 August 2008

**DIRECTORS:** L M McDonald  
W J McMullen  
S E McMullen

**SECRETARY:** L M McDonald

**REGISTERED OFFICE:** 103 Broad Street  
Denny  
Stirlingshire  
FK6 6DX

**REGISTERED NUMBER:** 83928 (Scotland)

**ACCOUNTANTS:** Peter Deans CA  
42 Stirling Street  
Denny  
Stirlingshire  
FK6 6DJ

**BANKERS:** The Royal Bank of Scotland  
32 Glasgow Road  
Denny  
Stirlingshire  
FK6 6AY

Machan Engineering Limited

Abbreviated Balance Sheet  
31 August 2008

	Notes	31.8.08 £	£	31.8.07 £	£
<b>FIXED ASSETS</b>					
Tangible assets	2		204,580		206,438
Investments	3		7,000		25,000
			<u>211,580</u>		<u>231,438</u>
<b>CURRENT ASSETS</b>					
Stocks		176,780		172,246	
Debtors		123,554		103,440	
		<u>300,334</u>		<u>275,686</u>	
<b>CREDITORS</b>					
Amounts falling due within one year	4	298,836		303,810	
<b>NET CURRENT ASSETS/(LIABILITIES)</b>			<u>1,498</u>		<u>(28,124)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>213,078</u>		<u>203,314</u>
<b>CREDITORS</b>					
Amounts falling due after more than one year			<u>4,449</u>		<u>-</u>
<b>NET ASSETS</b>			<u><u>208,629</u></u>		<u><u>203,314</u></u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	5		10,000		10,000
Revaluation reserve			190,924		190,924
Capital redemption reserve			7,846		7,846
Profit and loss account			(141)		(5,456)
<b>SHAREHOLDERS' FUNDS</b>			<u><u>208,629</u></u>		<u><u>203,314</u></u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 August 2008.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2008 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

Machan Engineering Limited

Abbreviated Balance Sheet - continued  
31 August 2008

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 of Directors on 26 May 2009 and were signed on its behalf by:



L M McDonald - Director



W J McMullen - Director

1. **ACCOUNTING POLICIES**

**Accounting convention**

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

**Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Land and buildings	- 20% on cost and 2% on cost
Plant and machinery etc	- 25% on reducing balance

**Stocks**

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 items.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to the profit and loss account in the period to which they relate.

**Revaluation Reserve**

Surpluses arising on the revaluation of individual tangible fixed assets are credited to a revaluation reserve. On the disposal of any such revalued asset the corresponding surplus or deficit is transferred to the profit & loss account.

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 August 2008

2. TANGIBLE FIXED ASSETS

	Total £
<b>COST OR VALUATION</b>	
At 1 September 2007	484,265
Additions	15,750
Disposals	(16,112)
At 31 August 2008	483,903
<b>DEPRECIATION</b>	
At 1 September 2007	277,827
Charge for year	12,509
Eliminated on disposal	(11,013)
At 31 August 2008	279,323
<b>NET BOOK VALUE</b>	
At 31 August 2008	204,580
At 31 August 2007	206,438

The buildings were revalued on 24 December 2003 by D M Hall, Chartered Surveyors at £200,000. The historical cost of the buildings was £46,989.

3. FIXED ASSET INVESTMENTS

	Investments other than loans £
<b>COST OR VALUATION</b>	
At 1 September 2007	25,000
Disposals	(18,000)
At 31 August 2008	7,000
<b>NET BOOK VALUE</b>	
At 31 August 2008	7,000
At 31 August 2007	25,000

4. CREDITORS

Creditors include an amount of £84,874 (31.8.07 - £50,938) for which security has been given.

5. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	31.8.08 £	31.8.07 £
50,000	Ordinary	£1	50,000	50,000
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.8.08 £	31.8.07 £
10,000	Ordinary	£1	10,000	10,000