

J C Payne Engineering Limited

Abbreviated Financial Statements

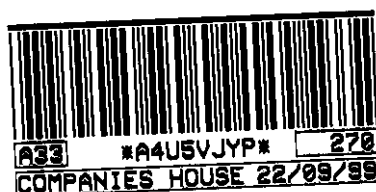
31st December 1998

Registered number: 617579

Wenn Townsend

Chartered Accountants

Oxford



J C Payne Engineering Limited

**Auditors' report to
J C Payne Engineering Limited
under section 247B to the Companies Act 1985**

We have examined the abbreviated financial statements set out on pages 2 to 4, together with the financial statements of the company for the year ended 31st December 1998 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

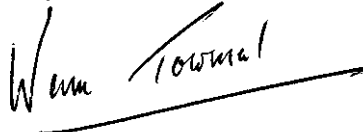
The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of 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 financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

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



Wenn Townsend

Chartered Accountants and Registered Auditors

Oxford

15th September 1999

J C Payne Engineering Limited

Abbreviated Balance Sheet

31st December 1998

1997

	Note		
Fixed assets			
Tangible assets	2	870,021	883,714
Current assets			
Stocks		9,589	8,197
Debtors		39,152	46,441
Investments		785,568	659,590
Cash at bank and in hand		1,012	1,000
		<u>835,321</u>	<u>715,228</u>
Creditors: amounts falling due within one year		<u>(46,955)</u>	<u>(31,586)</u>
Net current assets		<u>788,366</u>	<u>683,642</u>
Total assets less current liabilities		1,658,387	1,567,356
Provision for liabilities and charges		<u>(40,303)</u>	<u>(38,282)</u>
		<u>£1,618,084</u>	<u>£1,529,074</u>
Capital and reserves			
Called up share capital	3	5,251	5,251
Revaluation reserve		143,330	125,932
Other reserves		2,749	2,749
Profit and loss account		<u>1,466,754</u>	<u>1,395,142</u>
Total shareholders' funds		<u>£1,618,084</u>	<u>£1,529,074</u>

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

On behalf of the board

J C Payne

Director

15th September 1999

J C Payne Engineering Limited

Notes on Abbreviated Financial Statements

31st December 1998

1 Accounting policies

Basis of accounting

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules except for freehold property which is stated at valuation. Profits or losses arising on the disposal of items stated at valuation are determined by reference to the difference between the valuation and the sale proceeds.

Cash flow statement

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard 1, on the grounds that it qualifies as a small company under the Companies Act 1985.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Freehold land	Nil
Freehold buildings	2% straight line
Plant and equipment	20% reducing balance
Vehicles	25% reducing balance

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss reserve.

Research and development

Expenditure on research and development incurred in the year other than on fixed assets is charged against profit.

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less the estimated cost of disposal.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Pensions

The company operates a defined contribution scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund.

Investment properties

Statement of Standard Accounting Practice number 19 requires that investment properties are valued annually and the aggregate surplus or deficit is transferred to the revaluation reserve. In accordance with Statement of Standard Accounting Practice number 19 no depreciation is provided in respect of investment properties.

Current asset investments

Current asset investments are stated at market value if listed, or at directors valuation if unlisted.

J C Payne Engineering Limited

Notes on Abbreviated Financial Statements

31st December 1998

2 Fixed assets

**Tangible
fixed assets**

Cost or valuation

At 1st January 1998	970,142
Disposals	<u>(13,655)</u>

At 31st December 1998	<u>£ 956,487</u>
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Depreciation

At 1st January 1998	86,428
Charge for year	8,006
Disposals	<u>(7,968)</u>

At 31st December 1998	<u>£ 86,466</u>
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Net book value

At 31st December 1998	<u><u>£ 870,021</u></u>
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At 1st January 1998	<u><u>£ 883,714</u></u>
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3 Called up share capital

1997

Authorised:

10,000 Ordinary shares of £1 each	£ <u>10,000</u>	£ <u>10,000</u>
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Allotted called up and fully paid:

5,251 ordinary shares of £1	£ <u>5,251</u>	£ <u>5,251</u>
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4 Approval of accounts

These accounts were approved by the directors at a meeting held on 15th September 1999.