

PUMP SERVICE & ENGINEERING LIMITEDDIRECTORS' REPORT

The directors submit their report and the company accounts for the year ended 31st August 1992.

RESULTS

The profit for the year was
Dividend
Retained profits brought forward were

£
2,559
(6,000)
28,725
£25,284

BUSINESS REVIEW

The principle activity of the company is that of pump and maintenance engineers. Turnover has decreased as compared with the previous year, in an increasingly competitive market. The directors are pleased to report that the company has increased its profit due, primarily, to more profitable repair work.

DIVIDEND

The directors recommend the payment of a dividend of £6 per Ordinary £1 Share in the Capital of the company in respect of the year ended 31st August 1992.

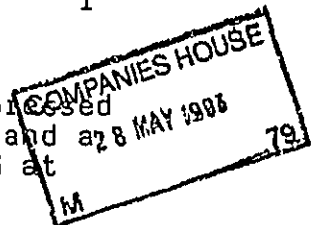
DIRECTORS AND THEIR INTERESTS

The directors and their shareholdings were:-

	<u>Number of Shares</u>	
	<u>At 31.8.92</u>	<u>At 31.8.91</u>
J.S. Hutton	999	999
K. Hutton	1	1

AUDITORS

John Beaumont & Co., Chartered Accountants, have expressed their willingness to continue in office as auditors and a Resolution for their re-appointment will be proposed at the forthcoming Annual General Meeting.



ON BEHALF OF THE BOARD,

J.S. Hutton
J.S. HUTTON

Chairman

15th January 1993

PUMP SERVICE & ENGINEERING LIMITED

BALANCE SHEET AS AT 31ST AUGUST 1992

	<u>Notes</u>	£	1991 £
<u>NET ASSETS EMPLOYED -</u>			
<u>FIXED ASSETS</u>			
Tangible Assets	2	12,918	19,001
<u>CURRENT ASSETS</u>			
Stocks	3	39,941	31,155
Debtors	4	49,044	69,424
		88,985	100,579
CREDITORS: amounts falling due within one year	5	74,899	88,985
		14,086	11,594
TOTAL ASSETS LESS CURRENT LIABILITIES		£27,004	£ 30,595
<u>FINANCED AS FOLLOWS -</u>			
CREDITORS: amounts falling due after more than one year		-	-
PROVISIONS FOR LIABILITIES AND CHARGES	6	720	870
<u>CAPITAL AND RESERVES</u>			
Called-up Share Capital	7	1,000	1,000
Profit & Loss Account		25,284	28,725
		26,284	29,725
		£27,004	£30,595

The accounts were approved by the Board of Directors on 15th January 1993.

The Notes on pages 4 to 6 form part of these accounts.

..... *J. S. Hutton*)
 J.S. HUTTON)
 *K. Hutton*) Directors
 K. HUTTON)

PUMP SERVICE & ENGINEERING LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31ST AUGUST 1992

	<u>Notes</u>	£	1991 £
TURNOVER		245,379	<u>315,851</u>
Change in stocks of finished goods	(8,786)		11,253
Raw materials & consumables	165,980		227,814
Other external charges	<u>25,776</u>		<u>24,812</u>
	182,970		263,979
Staff Costs	46,703		40,227
Depreciation	8 6,083		6,259
Deficit on sale of motor vehicles	<u>-</u>		<u>2,249</u>
		235,756	<u>313,484</u>
TRADING PROFIT		9,623	2,367
Interest payable	9 (7,064)		(9,093)
Interest receivable	10 -		<u>23</u>
PROFIT ON ORDINARY ACTIVITIES	11 2,559		(6,703)
Dividend		(6,000)	-
		(3,441)	(6,703)
Retained profits brought forward		28,725	35,428
RETAINED PROFITS CARRIED FORWARD		<u>£25,284</u>	<u>£28,725</u>

The Notes on pages 4 to 6 form part of these accounts.

PUMP SERVICE & ENGINEERING LIMITED

NOTES TO THE ACCOUNTS

31ST AUGUST 1992

1. ACCOUNTING POLICIES

The accounting policies followed in dealing with the items considered material in relation to the company's accounts are:

Basis of accounting

The accounts have been prepared under the historical cost convention.

Depreciation

Fixed Assets are shown at cost less accumulated depreciation. Depreciation has been calculated to write off the cost over their estimated lives at the following rates, using the reducing balance method.

Motor Vehicles	-	25%
Plant & Machinery	-	20%
Office Equipment	-	20%

Stocks

Stocks are valued at the lower of cost or net realisable value.

Deferred Taxation

Provision is made on the liability method for taxation deferred in respect of all timing differences in so far as, in the opinion of the directors, the liability is expected to arise in the foreseeable future.

2. TANGIBLE FIXED ASSETS

	<u>Plant, Equipment & Vehicles</u> £
COST -	
At 1st September 1991	29,990
Additions	-
Disposals	-
At 31st August 1992	<u>£29,990</u>
DEPRECIATION -	
At 1st September 1991	10,989
Disposals	-
Charge for year	<u>6,083</u>
At 31st August 1992	<u>£17,072</u>
NET BOOK VALUE AT 31ST AUGUST 1992	<u>£12,918</u>
NET BOOK VALUE AT 31ST AUGUST 1991	<u>£19,001</u>

PUMP SERVICE & ENGINEERING LIMITED

NOTES TO THE ACCOUNTS (Continued)

31ST AUGUST 1992

3. STOCKS

	<u>1992</u> <u>£</u>	<u>1991</u> <u>£</u>
Work-in-Progress	4,500	1,500
Finished Goods	<u>35,441</u>	<u>29,655</u>
	<u>£39,941</u>	<u>£31,155</u>

4. DEBTORS

Trade Debtors	48,524	66,178
Corporation Tax	-	2,756
Prepayments	<u>520</u>	<u>490</u>
	<u>£49,044</u>	<u>£69,424</u>

5. CREDITORS

Amounts falling due within one year:		
Bank overdraft	23,178	27,816
Trade Creditors	28,778	42,722
Social Security & other taxes	1,514	1,104
Other Creditors	18,029	13,143
Accruals	<u>3,400</u>	<u>4,200</u>
	<u>£74,899</u>	<u>£88,985</u>

6. PROVISIONS FOR LIABILITIES AND CHARGES

Deferred Taxation:		
Accelerated Capital Allowances	<u>£720</u>	<u>£870</u>

7. CALLED-UP SHARE CAPITAL

	<u>Authorised</u>		<u>Allotted, issued</u> <u>& fully paid</u>	
	<u>1992</u> <u>Number</u>	<u>1991</u> <u>Number</u>	<u>1992</u> <u>£</u>	<u>1991</u> <u>£</u>
£1 Ordinary Shares	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

PUMP SERVICE & ENGINEERING LIMITED

NOTES TO THE ACCOUNTS (Continued)

31ST AUGUST 1992

8. STAFF COSTS

	1992 £	1991 £
Wages & Salaries	42,556	37,511
Social Security Costs	<u>4,147</u>	<u>3,486</u>
	<u>£46,703</u>	<u>£40,997</u>

The average weekly number of persons employed by the company during the year was as follows:-

Office & Management	<u>2</u>	<u>3</u>
Production & Sales	<u>2</u>	<u>2</u>

9. INTEREST PAYABLE

	£	£
Loan Interest	600	600
Bank Interest	1,773	3,103
Hire Purchase Interest	<u>4,691</u>	<u>5,390</u>
	<u>£7,064</u>	<u>£9,093</u>

10. INTEREST RECEIVABLE

Bank Interest	<u>-</u>	<u>23</u>
---------------	----------	-----------

11. PROFIT ON ORDINARY ACTIVITIES

The profit is stated after charging:	£	£
Directors' Remuneration	£22,800	£20,800
Auditors' Remuneration	£ 1,700	£ 1,700

13. CAPITAL COMMITMENTS

At 31st August 1992 the company had no capital commitments. (1991: Nil).