

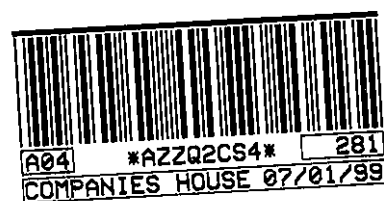
ROCKROME ENGINEERING LIMITED

FINANCIAL STATEMENTS

31ST MARCH 1998

Company Registration Number 1288079

HORNER, DOWNEY & COMPANY
Chartered Accountants
26, Village Road
Bromborough
Wirral
L62 7ES



ROCKROME ENGINEERING LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 1998

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ROCKROME ENGINEERING LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31ST MARCH 1998

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 31st March 1998.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of Engineers.

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1.00 each	
	At 31 Mar 98	At 1 Apr 97
Mr. D. Terry	67	67
Mrs. M. V. Terry	33	33
	<u> </u>	<u> </u>

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
26 Village Road
Bromborough
WIRRAL
L62 7ES

Signed on behalf of the directors

Donald Terry

Mr. D. Terry
Director

Approved by the directors on4/1/.....1999.

ROCKROME ENGINEERING LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31ST MARCH 1998

	Note	1998 £	1997 £
TURNOVER		169,640	164,331
Cost of sales		(17,198)	(15,667)
GROSS PROFIT		152,442	148,664
Administrative expenses		(96,862)	(90,433)
OPERATING PROFIT	2	55,580	58,231
Interest receivable and similar income	4	7,142	4,779
Interest payable and similar charges	5	(304)	(330)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		62,418	62,680
Tax on profit on ordinary activities		(13,182)	(15,537)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		49,236	47,143
Dividends		(14,400)	(12,000)
RETAINED PROFIT FOR THE FINANCIAL YEAR		34,836	35,143
Balance brought forward		168,395	133,252
BALANCE CARRIED FORWARD		203,231	168,395

The company has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the company are classed as continuing.

The notes on pages 5 to 8 form part of these financial statements.

ROCKROME ENGINEERING LIMITED

BALANCE SHEET

31ST MARCH 1998

	Note	1998		1997	
		£	£	£	£
FIXED ASSETS					
Tangible assets	6		53,962		47,390
CURRENT ASSETS					
Debtors	7	41,729		48,317	
Cash at bank and in hand		171,786		136,323	
		<u>213,515</u>		<u>184,640</u>	
CREDITORS: Amounts falling due within one year	8	(55,431)		(54,633)	
NET CURRENT ASSETS			158,084		130,007
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>212,046</u>		<u>177,397</u>
CREDITORS: Amounts falling due after more than one year	9		(8,715)		(8,902)
NET ASSETS			<u>203,331</u>		<u>168,495</u>

The balance sheet continues on the following page.
The notes on pages 5 to 8 form part of these financial statements.

ROCKROME ENGINEERING LIMITED

BALANCE SHEET (continued)

31ST MARCH 1998

	Note	1998 £	1997 £
CAPITAL AND RESERVES			
Called-up equity			
share capital	12	100	100
Profit and loss account		203,231	168,395
SHAREHOLDERS' FUNDS	13	<u>203,331</u>	<u>168,495</u>

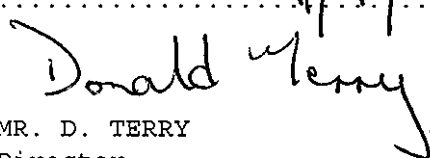
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

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

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 by the directors on the 4/1/1999, and are signed on their behalf by:


MR. D. TERRY
Director

ROCKROME ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 1998

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention.

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 from including a cash flow statement in the financial statements on the grounds that the company is small.

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

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:

Freehold Property	2% on Cost
Plant & Machinery	20% on Reducing Balance
Fixture & Fittings	20% on Reducing Balance
Motor Vehicles	25% on Reducing Balance

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

2. OPERATING PROFIT

Operating profit is stated after charging/(crediting):

	1998 £	1997 £
Amortisation	(187)	(187)
Depreciation	5,660	4,337
Operating lease costs:		
Plant and equipment	340	195
	<u> </u>	<u> </u>

ROCKROME ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 1998

4. INTEREST RECEIVABLE AND SIMILAR INCOME

	1998 £	1997 £
Bank interest receivable	7,142	4,779

5. INTEREST PAYABLE AND SIMILAR CHARGES

	1998 £	1997 £
Finance charges	243	261
Other interest and similar charges	61	69
	<u>304</u>	<u>330</u>

6. TANGIBLE FIXED ASSETS

	Freehold Property £	Plant and Equipment £	Fixtures and Fittings £	Motor Vehicles £	Total £
COST					
At 1 April 97	40,137	4,185	1,833	15,752	61,907
Additions	1,500	10,414	318	-	12,232
	<u>41,637</u>	<u>14,599</u>	<u>2,151</u>	<u>15,752</u>	<u>74,139</u>
At 31 March 98	<u>41,637</u>	<u>14,599</u>	<u>2,151</u>	<u>15,752</u>	<u>74,139</u>
DEPRECIATION					
At 1 April 97	3,937	2,585	1,104	6,891	14,517
Charge for the year	833	2,403	209	2,215	5,660
	<u>4,770</u>	<u>4,988</u>	<u>1,313</u>	<u>9,106</u>	<u>20,177</u>
At 31 March 98	<u>4,770</u>	<u>4,988</u>	<u>1,313</u>	<u>9,106</u>	<u>20,177</u>
NET BOOK VALUE					
At 31 March 98	<u>36,867</u>	<u>9,611</u>	<u>838</u>	<u>6,646</u>	<u>53,962</u>
At 31 March 97	<u>36,200</u>	<u>1,600</u>	<u>729</u>	<u>8,861</u>	<u>47,390</u>

Hire purchase agreements

Included within the net book value of £53,962 is £6,646 (1997 - £8,861) relating to assets held under hire purchase agreements. The depreciation charged to the accounts in the year in respect of such assets amounted to £2,215 (1997 - £2,953).

ROCKROME ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 1998

7. DEBTORS

	1998 £	1997 £
Trade debtors	38,129	45,317
Other debtors	3,600	3,000
	<u>41,729</u>	<u>48,317</u>

8. CREDITORS: Amounts falling due within one year

	1998 £	1997 £
Trade creditors	2,891	2,504
Other creditors	52,540	52,129
	<u>55,431</u>	<u>54,633</u>

9. CREDITORS: Amounts falling due after more than one year

	1998 £	1997 £
Other creditors	<u>8,715</u>	<u>8,902</u>

10. PENSIONS

The company operates a defined pension scheme on behalf of the present directors. The assets of the scheme are held separately from those of the company in an independently administered fund. No amounts were accrued or prepaid at the balance sheet date. The pension costs charge which represents the contributions payable by the company amounted to £3,630 (1997-£3,630).

11. COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS

Future commitments under hire purchase agreements are as follows:

	1998 £	1997 £
Amounts payable within 1 year	-	1,885
Less interest and finance charges relating to future periods	-	(218)
	<u>-</u>	<u>1,667</u>

ROCKROME ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 1998

12. SHARE CAPITAL

Authorised share capital:

	1998 £	1997 £
100 Ordinary shares of £1 each	100	100

Allotted, called up and fully paid:

	1998 £	1997 £
Ordinary share capital	100	100

13. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	1998 £	1997 £
Profit for the financial year	49,236	47,143
Dividends	(14,400)	(12,000)
	34,836	35,143
Opening shareholders' equity funds	168,495	133,352
Closing shareholders' equity funds	203,331	168,495