

P. C. CREST ENGINEERING LIMITED  
REPORT AND ACCOUNTS  
FOR THE YEAR ENDED  
30 SEPTEMBER 1995



  
**LEVICKS**  
Chartered Accountants

P. C. CREST ENGINEERING LIMITED - 1363942CONTENTS

	<u>Page</u>
Directors and Advisers	1
Report of the Directors	2
Report of the Auditors	3
Profit and Loss Account	4
Balance Sheet	5
Statement of Total Recognised Gains and Losses	6
Notes to the Accounts	7-11
Detailed Profit and Loss Account	12

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DIRECTORS

P.A. Corcoran Esq.  
Mrs. J.E. Corcoran

SECRETARY

Mrs. J.E. Corcoran

BANKERS

National Westminster Bank Plc.

AUDITORS

Levicks,  
Chartered Accountants,  
12 Dover Street,  
Canterbury,  
Kent.  
CT1 3HD

REGISTERED OFFICE

Crest Industrial Estate,  
Pattenden Lane,  
Marden,  
Kent. TN12 9QJ

P. C. CREST ENGINEERING LIMITEDREPORT OF THE DIRECTORS

The Directors have pleasure in submitting to the Members their Report together with the audited Accounts for the year ended 30 September 1995.

ACTIVITIES OF THE COMPANY

The principal activity of the Company during the year continued to be that of providing rented premises and plant and machinery for industrial companies.

DIRECTORS AND THEIR INTERESTS

The Directors of the Company during the year and their shareholdings at the beginning and end of the year were:-

	Ordinary Shares	
	<u>1.10.94</u>	<u>30.9.95</u>
P.A. Corcoran, Esq.	9,900	9,900
Mrs. J.E. Corcoran (Appointed 1.11.95)	100	100

DIRECTORS RESPONSIBILITY

Company law requires the Directors to prepare Accounts for each financial year 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 the profit of the Company for that year. In preparing these Accounts the Directors are required to:

select suitable accounting policies and then apply them consistently;

make judgements and estimates that are reasonable and prudent;

prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the Accounts comply with the Companies Act. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

Messrs. Levicks have indicated their willingness to continue in office as Auditors and a resolution for their re-appointment will be proposed at the Annual General Meeting in accordance with Section 385 of the Companies Act 1985.

SMALL COMPANY

In preparing the above Report, the Directors have taken advantage of special exemptions applicable to small companies.

BY ORDER OF THE BOARD



Mrs. J.E. Corcoran  
Secretary

Date: 20.6.96

Crest Industrial Estate,  
Pattenden Lane,  
Marden,  
Kent. TN12 9QJ

REPORT OF THE AUDITORSTO THE SHAREHOLDERS OF P. C. CREST ENGINEERING LIMITED

We have audited the Financial Statements on pages 4-11 which have been prepared under the Historical Cost Convention and the accounting policies set out on page 7.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 2, the Company's Directors are responsible for the preparation of Financial Statements. It is our responsibility to form an independent opinion, based on our audit, on those Financial Statements and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the Financial Statements. It also includes an assessment of the significant estimates and judgements made by the Directors in the preparation of the Financial Statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the Financial Statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the Financial Statements.

OPINION

In our opinion the Financial Statements give a true and fair view of the state of the Company's affairs as at 30 September 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985 applicable to small companies.

  
LEVICKS

Chartered Accountants  
Registered Auditors

20th June, 1996

12 Dover Street,  
Canterbury,  
Kent.  
CT1 3HD

P. C. CREST ENGINEERING LIMITEDPROFIT AND LOSS ACCOUNTFOR THE YEAR ENDED 30 SEPTEMBER 1995

		<u>1995</u>	<u>1994</u>
	Note	£	£
Turnover	1	228,090	130,315
Cost of Sales		<u>(28,900)</u>	<u>(23,396)</u>
<u>GROSS PROFIT</u>		199,190	106,919
Establishment Expenses		<u>(5,663)</u>	<u>(8,456)</u>
Administrative Expenses		<u>(18,170)</u>	<u>(32,479)</u>
		175,357	65,984
Other Operating Income		<u>7</u>	<u>6</u>
<u>OPERATING PROFIT</u>	2	175,364	65,990
Interest Payable & Similar Charges		<u>(40,555)</u>	<u>(32,646)</u>
<u>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</u>		134,809	33,344
Taxation on Profit on Ordinary Activities	4	<u>24,801</u>	<u>(9,184)</u>
<u>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</u>		110,008	42,528
Dividends		<u>-</u>	<u>30,000</u>
<u>RETAINED PROFIT FOR THE FINANCIAL YEAR</u>		110,008	12,528
<u>RETAINED PROFIT BROUGHT FORWARD</u>		<u>298,868</u>	<u>286,340</u>
<u>RETAINED PROFIT CARRIED FORWARD</u>		<u>408,876</u>	<u>298,868</u>

All of the Company's operations are classed as continuing.

The notes on pages 7-11 form an integral part of these accounts.

P. C. CREST ENGINEERING LIMITEDBALANCE SHEETAS AT 30 SEPTEMBER 1995

		<u>1995</u>		<u>1994</u>	
	Note	£	£	£	£
<u>FIXED ASSETS</u>					
Tangible Assets					
- Investment Property	5		1,200,000		1,200,000
- Other	6		<u>389,139</u>		<u>392,289</u>
			1,589,139		1,592,289
<u>CURRENT ASSETS</u>					
Stock	7	100		100	
Debtors	8	116,409		23,843	
Cash at Bank and in Hand		<u>36</u>		<u>36</u>	
		116,545		23,979	
<u>CREDITORS</u>					
Amounts falling due within one year	9	<u>216,159</u>		<u>201,621</u>	
<u>NET CURRENT LIABILITIES</u>			(99,614)		(177,642)
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>			<u>1,489,525</u>		<u>1,414,647</u>
<u>CREDITORS</u>					
Amounts falling due after more than one year	10		<u>279,103</u>		<u>314,233</u>
			<u>1,210,422</u>		<u>1,100,414</u>
<u>CAPITAL AND RESERVES</u>					
Called-Up Share Capital	12		10,000		10,000
Revaluation Reserve	13		791,546		791,546
Profit and Loss Account			<u>408,876</u>		<u>298,868</u>
	14		<u>1,210,422</u>		<u>1,100,414</u>

The notes on pages 7-11 form an integral part of these accounts.

The Directors have taken advantage of special exemptions conferred by Schedule 8 to the Companies Act 1985 applicable to small companies in the preparation of the Accounts, and have done so on the grounds that, in their opinion, the Company is entitled to those exemptions.

Approved by the Board



..... Director

20.6.96 ..... Date

P. C. CREST ENGINEERING LIMITEDSTATEMENT OF RECOGNISED GAINS AND LOSSESFOR THE YEAR ENDED 30 SEPTEMBER 1995

	<u>1995</u>	<u>1994</u>
	£	£
Profit for the financial year after taxation	110,008	42,528
Unrealised surplus on revaluation of property	<u>-</u>	<u>167,649</u>
Total recognised gains relating to the year	<u>110,008</u>	<u>210,177</u>

NOTE OF HISTORICAL COST PROFITS AND LOSSES

The difference between the results as disclosed in the profit and loss account and the result on an unmodified historical cost basis is not material.

P. C. CREST ENGINEERING LIMITEDNOTES TO THE ACCOUNTSFOR THE YEAR ENDED 30 SEPTEMBER 19951. ACCOUNTING POLICIES(a) Basis of Accounting

The Accounts have been prepared under the Historical Cost Convention.

(b) Turnover

Turnover represents amounts derived from the provision of goods and services falling within the Company's ordinary activities after the deduction of Value Added Tax.

(c) Depreciation

Tangible Fixed Assets are depreciated at rates calculated to write off the cost to residual value over their useful lives. Depreciation has been charged on the written down values of the following owned Assets at the following rates:-

Plant & Machinery	15%
Fixtures & Equipment	15%
Motor Vehicles	25%
Helicopter	5%

(d) Investment Property

Investment Property is valued annually and shown in the accounts at valuation. Net surpluses are credited to revaluation reserves.

(e) Stock

Stock is valued at the lower of cost and net realisable value.

(f) Finance Leases and Hire Purchase Contracts

Assets which are held under Finance Leases and Hire Purchase Contracts are shown at the estimated fair value at the date of inception of each contract. The total finance charges are allocated as they accrue.

(g) Deferred Taxation

Provision is made at current rates using the liability method for taxation deferred in respect of all material timing differences, only to the extent that, in the opinion of the Directors, there is reasonable probability that the liability or asset will crystallise in the near future.

2. OPERATING PROFIT

Operating Profit is stated after charging:

	1995 £	1994 £
Depreciation on owned Assets	38,591	44,560
Auditors' Remuneration	<u>1,122</u>	<u>1,100</u>



P. C. CREST ENGINEERING LIMITEDNOTES TO THE ACCOUNTSFOR THE YEAR ENDED 30 SEPTEMBER 19953. DIRECTORS EMOLUMENTS

There were no Directors Emoluments or benefits in kind.

4. TAXATION

The tax charge on the assessable profit for the year is as follows:-

	1995 £	1994 £
Corporation Tax	15,364	(9,435)
Under provision in prior periods	<u>9,437</u>	<u>251</u>
	<u>24,801</u>	<u>(9,184)</u>

5. INVESTMENT PROPERTY

	1995 £	1994 £
<u>Cost and Valuation</u>		
Opening Balance	1,200,000	1,000,000
Additions	-	32,351
Surplus on Valuation	<u>-</u>	<u>167,649</u>
	<u>1,200,000</u>	<u>1,200,000</u>

The 1995 valuation was made by the Directors of the Company on an open market value for existing use basis.

NOTES TO THE ACCOUNTSFOR THE YEAR ENDED 30 SEPTEMBER 19956. TANGIBLE FIXED ASSETS

	<u>Plant &amp; Machinery</u>	<u>Fixtures &amp; Equipment</u>	<u>Motor Vehicles</u>	<u>Total</u>
	£	£	£	£
<u>Cost</u>				
Opening Balance	196,559	19,337	356,698	572,594
Additions	<u>19,501</u>	<u>1,780</u>	<u>20,060</u>	<u>41,341</u>
	216,060	21,117	376,758	613,935
Disposals	<u>13,458</u>	<u>1,626</u>	<u>18,930</u>	<u>34,014</u>
Closing Balance	<u>202,602</u>	<u>19,491</u>	<u>357,828</u>	<u>579,921</u>
<u>Accumulated Depreciation</u>				
Opening Balance	102,810	9,992	67,503	180,305
Provision	<u>16,618</u>	<u>1,578</u>	<u>15,130</u>	<u>33,326</u>
	119,428	11,570	82,633	213,631
On Disposals	<u>10,999</u>	<u>1,015</u>	<u>10,835</u>	<u>22,849</u>
Closing Balance	<u>108,429</u>	<u>10,555</u>	<u>71,798</u>	<u>190,782</u>
<u>Net Book Values</u>				
Closing Balance	<u>94,173</u>	<u>8,936</u>	<u>286,030</u>	<u>389,139</u>
Opening Balance	<u>93,749</u>	<u>9,345</u>	<u>289,195</u>	<u>392,289</u>

7. STOCKS

	1995 £	1994 £
Stationery	<u>100</u>	<u>100</u>

8. DEBTORS

	1995 £	1994 £
Trade Debtors	1,080	-
Other Debtors	115,329	18,342
Prepayments	<u>-</u>	<u>5,501</u>
	<u>116,409</u>	<u>23,843</u>

NOTES TO THE ACCOUNTSFOR THE YEAR ENDED 30 SEPTEMBER 19959. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	1995 £	1994 £
Bank Loans and Overdrafts	52,653	86,293
Trade Creditors	5,875	-
Other Creditors	82,677	82,068
Corporation Tax	15,364	-
Accruals	59,590	33,260
	<u>216,159</u>	<u>201,621</u>

The Bank Loans and Overdrafts are secured.

10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	1995 £	1994 £
Bank Loans repayable within 5 years	122,397	126,599
Bank Loans repayable after 5 years	156,706	187,634
	<u>279,103</u>	<u>314,233</u>

The Bank loans which total £316,436 (1994 £348,204) are repayable by monthly instalments of £3,440 and £1,641. The Company entered into a new loan agreement last year which is represented by the latter of the payments. This payment only represents the interest charged on the loan as the Company has agreed a capital repayment holiday for the first two years of the loan term. All loans are secured.

11. DEFERRED TAXATION

	1995		1994	
	<u>Amount Provided</u>	<u>Amount not Provided</u>	<u>Amount Provided</u>	<u>Amount not Provided</u>
	£	£	£	£
Accelerated Capital Allowances	-	60,506	-	49,163
Other Timing differences	-	110,488	-	119,029
	<u>-</u>	<u>170,994</u>	<u>-</u>	<u>168,192</u>

P. C. CREST ENGINEERING LIMITEDNOTES TO THE ACCOUNTSFOR THE YEAR ENDED 30 SEPTEMBER 199512. SHARE CAPITAL

	1995 £	1994 £
Authorised 10000 shares of £1 each	<u>10,000</u>	<u>10,000</u>
Allotted, Issued and Fully Paid 10000 shares of £1 each	<u>10,000</u>	<u>10,000</u>

13. REVALUATION RESERVE

	1995 £	1994 £
Opening Balance	791,546	623,897
Revaluation of Freehold Property	<u>-</u>	<u>167,649</u>
Closing Balance	<u>791,546</u>	<u>791,546</u>

14. MOVEMENT IN SHAREHOLDERS FUNDS

	1995 £	1994 £
Profit for the financial year after taxation	110,008	42,528
Dividends	<u>-</u>	<u>30,000</u>
	110,008	12,528
Other Recognised Gains	<u>-</u>	<u>167,649</u>
	110,008	180,177
Opening Shareholders funds	<u>1,100,414</u>	<u>920,237</u>
Closing Shareholders funds	<u>1,210,422</u>	<u>1,100,414</u>

15. TRANSACTIONS WITH DIRECTORS

During the year the Company provided services to Crest Engineering ( U.K.) Limited, a Company in which P. A. Corcoran Esq. and Mrs. J.E. Corcoran are materially interested as Directors and Shareholders.

The transactions were made on a normal trading basis.