

GRAY ELECTRICS (STAFFORD) LIMITED

ABBREVIATED ACCOUNTS

for the year from 1 September 1997 to 31 August 1998

Company number : 1375295

BENTLEY JENNISON
CHARTERED ACCOUNTANTS



ACCOUNTANTS' REPORT ON THE UNAUDITED ACCOUNTS TO THE DIRECTORS OF
GRAY ELECTRICS (STAFFORD) LIMITED

The text of the report prepared for the purposes of S249(1) of the Companies Act 1985 in respect of the company's annual accounts, from which the abbreviated accounts set out on pages 2 to 6 have been prepared, is set out below.

'As described on the balance sheet on page 4 you are responsible for the compilation of the accounts for the year ended 31 August 1998, set out on pages 3 to 11, and you consider that the company is exempt from an audit.

In accordance with your instructions, we have compiled the unaudited accounts from the accounting records and information and explanations supplied to us.

We have not conducted an audit on the accounts in accordance with Auditing Standards and accordingly we express no opinion thereon. Our work does not provide any assurance that the accounting records are free from material misstatement.'

Bentley Jennison
Chartered Accountants

18 September 1998

1 The Green
Stafford
ST17 4BH

GRAY ELECTRICS (STAFFORD) LIMITED

Abbreviated balance sheet at 31 August 1998

	Notes	1998 £	1997 £
FIXED ASSETS			
Tangible assets	2	44,015	55,619
CURRENT ASSETS			
Stocks		4,993	15,372
Debtors		78,587	38,929
Cash at bank and in hand		80	13,797
		83,660	68,098
CREDITORS : Amounts falling due within one year	3	(52,673)	(50,882)
NET CURRENT ASSETS		30,987	17,216
TOTAL ASSETS LESS CURRENT LIABILITIES		75,002	72,835
CREDITORS : Amounts falling due after more than one year		-	(5,130)
NET ASSETS		75,002	67,705
CAPITAL AND RESERVES			
Called up share capital	4	500	500
Profit and loss account		74,502	67,205
SHAREHOLDERS' FUNDS		75,002	67,705

The directors' statements on page 3 form an integral part of this balance sheet.

GRAY ELECTRICS (STAFFORD) LIMITED

Abbreviated balance sheet at 31 August 1998 (continued)

The directors are satisfied that the company was entitled to exemption under subsection (1) of section 249A of the Companies Act 1985 and that no member or members have requested an audit pursuant to subsection (2) of section 249B in relation to the accounts for the financial year.

The directors acknowledge their responsibilities for:

- i) ensuring that the company keeps accounting records which comply with section 221; 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 this Act relating to accounts, so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and the Financial Reporting Standard for Smaller Entities.

Approved by the Board on 18 September 1998 and signed on its behalf by:

S N Gray



Director

GRAY ELECTRICS (STAFFORD) LIMITED

Notes to the abbreviated accounts
for the year ended 31 August 1998

1 ACCOUNTING POLICIES

Basis of accounting

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

Depreciation

Depreciation is calculated to write off fixed assets over their estimated useful lives as follows:

Motor vehicles	25%	straight line basis
Plant & equipment	10%	straight line basis
Office fixtures & fittings	33.3%	straight line basis

Leases and hire purchase contracts

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated in accordance with the company's depreciation policy. The interest element of the rental obligation is charged to the profit and loss account over the period of the lease or hire purchase contract and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Stocks

Stocks are valued at the lower of cost and net realisable value. Net realisable value is based on estimated selling price less further costs to completion and selling costs.

Deferred taxation

Provision is made for deferred taxation using the liability method to the extent that it is considered likely that a liability will crystallise in the foreseeable future.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

GRAY ELECTRICS (STAFFORD) LIMITED

Notes to the abbreviated accounts
for the year ended 31 August 1998

2 FIXED ASSETS

	Tangible fixed assets £
Cost	
1 September 1997	98,292
Additions	400
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31 August 1998	98,692
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Depreciation	
1 September 1997	42,673
Charge for the year	12,004
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31 August 1998	54,677
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Net book value	
31 August 1998	44,015
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31 August 1997	55,619
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3 CREDITORS

	1998 £	1997 £
Creditors include secured liabilities		
On assets under finance leases and hire purchase contracts :		
Payable within five years	5,130	7,657
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Other :		
Bank loan and overdraft	10,076	-
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GRAY ELECTRICS (STAFFORD) LIMITED

Notes to the abbreviated accounts
for the year ended 31 August 1998

4 CALLED UP SHARE CAPITAL

	1998		1997	
	Number of shares	£	Number of shares	£
Authorised				
Equity shares				
Ordinary shares of £1 each	10,000	10,000	10,000	10,000
Allotted called up and fully paid				
Equity shares				
Ordinary shares of £1 each	500	500	500	500

5 TRANSACTIONS INVOLVING DIRECTORS

The following loans to directors were outstanding during the year:

	1998 £	1997 £	Maximum in year £
S W Gray - current account	4,165	4,186	4,186

There is no fixed repayment date for the loans to the director. Interest is not charged on the loans.

Transactions during the year ended 31 August 1998

Gray Properties an unincorporated business owned by Mr S W Gray owns the premises occupied by the company.

With businesses controlled by the directors

The following transactions took place with Gray Properties. All were on normal commercial terms in the ordinary course of business.

	1998 £	1997 £
Sales to directors' businesses	7,855	-
Rent paid to director	14,400	14,400
Insurance	-	960