

GRAY ELECTRICS (STAFFORD) LIMITED

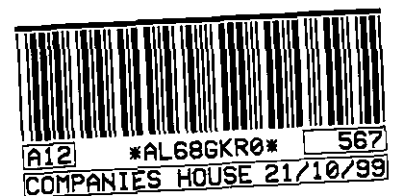
ABBREVIATED ACCOUNTS

for the year from 1 September 1998 to 31 August 1999

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 1999, set out on pages 3 to 9, 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

22 September 1999

1 The Green
Stafford
ST17 4BH

GRAY ELECTRICS (STAFFORD) LIMITED

Abbreviated balance sheet at 31 August 1999

	Notes	1999 £	1998 £
FIXED ASSETS			
Tangible assets	2	55,945	44,015
CURRENT ASSETS			
Stocks		23,673	4,993
Debtors		53,665	78,587
Cash at bank and in hand		3,332	80
		80,670	83,660
CREDITORS : Amounts falling due within one year	3	(39,046)	(52,673)
NET CURRENT ASSETS		41,624	30,987
TOTAL ASSETS LESS CURRENT LIABILITIES		97,569	75,002
CREDITORS : Amounts falling due after more than one year	3	(18,766)	-
NET ASSETS		78,803	75,002
CAPITAL AND RESERVES			
Called up share capital	4	500	500
Profit and loss account		78,303	74,502
SHAREHOLDERS' FUNDS		78,803	75,002

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

GRAY ELECTRICS (STAFFORD) LIMITED

Abbreviated balance sheet at 31 August 1999 (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 22 September 1999 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 1999

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
Fixtures & fittings	33.33% 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 1999

2 FIXED ASSETS

	Tangible fixed assets £
Cost	
1 September 1998	98,692
Additions	58,471
Disposals	(64,555)
31 August 1999	<u>92,608</u>
Depreciation	
1 September 1998	54,677
Charge for the year	11,987
Disposals	(30,001)
31 August 1999	<u>36,663</u>
Net book value	
31 August 1999	<u><u>55,945</u></u>
31 August 1998	<u><u>44,015</u></u>

3 CREDITORS

	1999 £	1998 £
Creditors include secured liabilities		
On assets under finance leases and hire purchase contracts :		
Payable within five years	<u>25,804</u>	<u>5,130</u>
Other :		
Bank loan and overdraft	<u>-</u>	<u>10,076</u>

GRAY ELECTRICS (STAFFORD) LIMITED

Notes to the abbreviated accounts
for the year ended 31 August 1999

4 CALLED UP SHARE CAPITAL

	1999		1998	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1 each	10,000	10,000	10,000	10,000
Allotted called up and fully paid				
Ordinary shares of £1 each	500	500	500	500

5 TRANSACTIONS INVOLVING DIRECTORS

The following loans to directors were outstanding during the year:

	1999 £	1998 £	Maximum in year £
S W Gray - current account	4,278	4,165	4,278

Transactions during the year ended 31 August 1999

With businesses controlled by the directors

The following transactions took place with Gray Properties, a business controlled by Mr S W Gray and The Bank House Cafe Bar Limited, a company controlled by Mr S W Gray. All were on normal commercial terms in the ordinary course of business.

	1999 £	1998 £
Sales to directors' company and business	23,350	7,855
Rent paid to director	14,400	14,400