

**GRAY ELECTRICS (STAFFORD) LIMITED**

**ABBREVIATED STATUTORY ACCOUNTS**

**YEAR ENDED 31 AUGUST 1995**

**COMPANY NO 1375295 (ENGLAND AND WALES)**



# **GRAY ELECTRICS (STAFFORD) LIMITED**

## **AUDITORS' REPORT TO GRAY ELECTRICS (STAFFORD) LIMITED**

### **PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8**

#### **TO THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages 3 to 5 together with the financial statements of Gray Electrics (Stafford) Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 August 1995.

#### **Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors statement on page 2 and whether the abbreviated accounts have been properly prepared.

#### **Basis of opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

#### **Opinion**

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemption conferred by Section A of Part III of Schedule 8 to that Act in respect of the year ended 31 August 1995 and the abbreviated accounts on pages 3 to 5 have been properly prepared in accordance with that schedule.

On 20 September 1995 we reported as auditors of Gray Electrics (Stafford) Limited to the members on the full financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31 August 1995 and our audit report was as follows:

"We have audited the financial statements on pages 3 to 9 which have been prepared under the historical cost convention and the accounting policies set out on pages 5 and 6.

#### **Respective responsibilities of directors and auditors**

As described on page 1 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 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.

**GRAY ELECTRICS (STAFFORD) LIMITED**

**AUDITORS' REPORT TO GRAY ELECTRICS (STAFFORD) LIMITED**

**PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8**

**TO THE COMPANIES ACT 1985 - Continued**

**Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 August 1995 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies".

A handwritten signature in cursive script, appearing to read 'Rhodes Walsh & Company', is written in dark ink.

**RHODES WALSH & COMPANY**

**Chartered Accountants  
and Registered Auditors**

**Austin Friars**

**Stafford**

**ST17 4AP**

20 September 1995


**GRAY ELECTRICS (STAFFORD) LIMITED****ABBREVIATED BALANCE SHEET****YEAR ENDED 31 AUGUST 1995**

		1995	1994
	Notes	£	£
<b>FIXED ASSETS</b>			
Tangible assets	2	65,101	1,553
<b>CURRENT ASSETS</b>			
Stocks		9,509	11,503
Debtors	3	22,914	30,593
Cash at bank and in hand		<u>28,283</u>	<u>21</u>
		60,706	42,117
<b>CREDITORS - amounts falling due within one year</b>	4	<u>35,297</u>	<u>39,572</u>
<b>NET CURRENT ASSETS</b>		<u>25,409</u>	<u>2,545</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		90,510	4,098
<b>CREDITORS - amounts falling due after more than one year</b>	4	<u>(25,619)</u>	<u>(764)</u>
<b>Net assets</b>		<u>64,891</u>	<u>3,334</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	5	500	500
Profit and loss account		<u>64,391</u>	<u>2,834</u>
<b>Shareholders' funds</b>		<u>64,891</u>	<u>3,334</u>

In preparing these abbreviated financial statements the directors have taken advantage of the exemptions conferred by Part III of Schedule 8 to the Companies Act 1985, and have done so on the grounds that, in their opinion, the company is entitled to the exemptions as a small company.

In preparing the company's annual financial statements the directors have taken advantage of special exemptions applicable to small companies conferred by Part 1 of Schedule 8 to the Companies Act 1985, and have done so on the grounds that, in their opinion, the company is entitled to the exemptions as a small company.

Signed on behalf of the directors

 Director  
S N Gray

Approved by the board on 20 September 1995

The notes on pages 4 to 5 form part of these financial statements.

# **GRAY ELECTRICS (STAFFORD) LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 AUGUST 1995**

### **1. ACCOUNTING POLICIES**

#### **1.1 Basis of preparation of financial statements**

The financial statements are prepared under the historical cost convention and include the results of the company's operations which are described in the Directors' Report and all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

#### **1.2 Turnover**

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

#### **1.3 Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Plant	10%	straight line basis
Motor vehicles	25%	straight line basis
Office equipment	33⅓%	straight line basis

#### **1.4 Leasing and hire purchase**

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such arrangements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

#### **1.5 Operating leases**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

#### **1.6 Stocks and work in progress**

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

#### **1.7 Deferred taxation**

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

# GRAY ELECTRICS (STAFFORD) LIMITED

## NOTES AND ACCOUNTING POLICIES

### YEAR ENDED 31 AUGUST 1995

#### 1.8 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

#### 2. FIXED ASSETS

	<b>Tangible Fixed Assets</b>
<b>Cost</b>	<b>£</b>
At 1 September 1994	91,428
Additions	76,071
Disposals	<u>(74,904)</u>
At 31 August 1995	<u>92,595</u>
<b>Depreciation</b>	
At 1 September 1994	89,875
On disposals	(72,570)
Charge for year	<u>10,189</u>
At 31 August 1995	<u>27,494</u>
<b>Net book values</b>	
At 31 August 1995	<u>65,101</u>
At 31 August 1994	<u>1,553</u>

#### 3. DEBTORS

Included within Debtors is a loan of £3,000 (1994:£4,357) to S W Gray, a director. The maximum amount outstanding during the year was £4,357.

#### 4. CREDITORS

No creditors falling due after more than five years.

#### 5. CALLED UP SHARE CAPITAL

	<b>1995</b>	<b>1994</b>
	<b>£</b>	<b>£</b>
<b>Authorised</b>		
Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
<b>Issued</b>		
Ordinary shares of £1 each	<u>500</u>	<u>500</u>

#### 6. TRANSACTIONS WITH DIRECTORS

Gray Electrics (Stafford) Limited rent their premises from Gray Properties, of which Mr S W Gray is the proprietor.