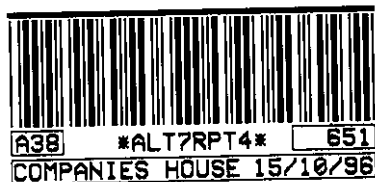


**GRAY ELECTRICS (STAFFORD) LIMITED**

**ABBREVIATED STATUTORY ACCOUNTS**

**YEAR ENDED 31 AUGUST 1996**

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



# **GRAY ELECTRICS (STAFFORD) LIMITED**

## **ACCOUNTANTS' REPORT TO THE SHAREHOLDERS**

### **ON THE UNAUDITED ACCOUNTS OF GRAY (ELECTRICS) STAFFORD LIMITED**

The following reproduces the text of the report prepared for the purposes of section 249A(2) Companies Act 1985 in respect of the company's annual accounts, from which the abbreviated accounts set out on pages 2 to 5 have been prepared.

We report on the accounts for the year ended 31 August 1996 set out on pages 3 to 5:

#### **Respective responsibilities of directors and reporting accountants**

As described on page 2 the company's directors are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

#### **Basis of opinion**

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

#### **Opinion**

In our opinion:

- (a) the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
  - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
  - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1).



**RHODES WALSH & COMPANY**  
Chartered Accountants  
Austin Friars  
Stafford  
ST17 4AP

8 October 1996

**GRAY ELECTRICS (STAFFORD) LIMITED****ABBREVIATED BALANCE SHEET****31 AUGUST 1996**

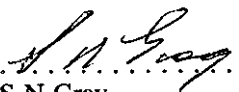
		<b>1996</b>		<b>1995</b>	
	<b>Notes</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>FIXED ASSETS</b>					
Tangible assets	2		55,107		65,101
<b>CURRENT ASSETS</b>					
Stocks		15,539		9,509	
Debtors	3	22,394		22,914	
Cash at bank and in hand		<u>15,941</u>		<u>28,283</u>	
		53,874		60,706	
<b>CREDITORS</b> - amounts falling due within one year		<u>27,141</u>		<u>35,297</u>	
<b>NET CURRENT ASSETS</b>			<u>26,733</u>		<u>25,409</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			81,840		90,510
<b>CREDITORS</b> - amounts falling due after more than one year			(15,750)		(25,619)
<b>Net assets</b>			<u>66,090</u>		<u>64,891</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	4		500		500
Profit and loss account			<u>65,590</u>		<u>64,391</u>
<b>Shareholders' funds</b> - all equity			<u>66,090</u>		<u>64,891</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(2) of the Companies Act 1985. Shareholders holding 10% or more of the nominal value of the company's issued share capital have not issued a notice requiring an audit. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company as at 31 August 1996 and of its profit for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

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 19 September 1996.

The notes on pages 3 to 5 form part of these financial statements.

# **GRAY ELECTRICS (STAFFORD) LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 AUGUST 1996**

### **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 TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 AUGUST 1996

### 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>	
At 1 September 1995	92,596
Additions	<u>223</u>
At 31 August 1996	<u>92,819</u>
<b>Depreciation</b>	
At 1 September 1995	27,495
Charge for year	<u>10,217</u>
At 31 August 1996	<u>37,712</u>
<b>Net book values</b>	
At 31 August 1996	<u>55,107</u>
At 31 August 1995	<u>65,101</u>

## 3. DEBTORS

Included within Debtors is a loan of £2,860 (1995: £3,000) to S W Gray, a director. The maximum amount outstanding during the year was £3,000.

**GRAY ELECTRICS (STAFFORD) LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 AUGUST 1996**

	<b>1996</b> £	<b>1995</b> £
<b>4. CALLED UP SHARE CAPITAL</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 Properties, of which Mr S W Gray is the proprietor, owns the property occupied by this company. The company pays rent to Gray Properties.