

**STAFFORDSHIRE PRECISION ENGINEERING
LIMITED**

ABBREVIATED FINANCIAL STATEMENTS

FOR

31 JANUARY 2001



HORNER, DOWNEY & COMPANY
Chartered Accountants & Registered Auditors
26, Bromborough Village Road
Bromborough
Wirral
CH62 7ES

STAFFORDSHIRE PRECISION ENGINEERING LIMITED
ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 31 JANUARY 2001

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STAFFORDSHIRE PRECISION ENGINEERING LIMITED

AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 4, together with the financial statements of the company for the year ended 31 January 2001 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

26, Bromborough Village Road
Bromborough
Wirral
CH62 7ES

HORNER, DOWNEY & COMPANY
Chartered Accountants
& Registered Auditors

11th June 2001

Horner Downey & Co

STAFFORDSHIRE PRECISION ENGINEERING LIMITED


ABBREVIATED BALANCE SHEET

31 JANUARY 2001

	Note	2001	2000
		£	£
FIXED ASSETS	2		
Tangible assets		225,014	213,956
CURRENT ASSETS			
Stocks and work in progress		62,799	56,834
Debtors		539,948	344,812
Cash at bank and in hand		793,133	649,532
		<u>1,395,880</u>	<u>1,051,178</u>
CREDITORS: Amounts falling			
Due within one year		<u>(530,729)</u>	<u>(383,125)</u>
NET CURRENT ASSETS		<u>865,151</u>	<u>668,053</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,090,165</u>	<u>882,009</u>
CAPITAL AND RESERVES			
Called-up equity share capital	3	50	50
Other reserves		53	53
Profit and Loss Account		1,090,062	881,906
SHAREHOLDERS' FUNDS		<u>1,090,165</u>	<u>882,009</u>

These accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved by the directors on the 6th June 2001, and are signed on their behalf by:

.....

 MR. S. J. SMITH

STAFFORDSHIRE PRECISION ENGINEERING LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS****YEAR ENDED 31 JANUARY 2001****1. ACCOUNTING POLICIES****Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold property	2% on cost
Plant and machinery	20% on reducing balance
Fixtures and fittings	20% on reducing balance
Motor vehicles	25% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Work in progress

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. Profit is included in the valuation of work in progress depending upon the level of completion of individual jobs.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Deferred taxation

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

STAFFORDSHIRE PRECISION ENGINEERING LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 31 JANUARY 2001

2. FIXED ASSETS

	Tangible Fixed Assets £
COST	
At 1 February 2000	683,057
Additions	49,647
At 31 January 2001	<u>732,704</u>
DEPRECIATION	
At 1 February 2000	469,101
Charge for year	38,589
At 31 January 2001	<u>507,690</u>
NET BOOK VALUE	
At 31 January 2001	<u>225,014</u>
At 31 January 2000	<u>213,956</u>

3. SHARE CAPITAL**Authorised share capital:**

	2001 £	2000 £
100 Ordinary shares of £1.00 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid:		
	2001 £	2000 £
Ordinary share capital	<u>50</u>	<u>50</u>