

COMPANY REGISTRATION NUMBER 01569481

**STAFFORDSHIRE PRECISION ENGINEERING
LIMITED**

ABBREVIATED ACCOUNTS

FOR

31 JANUARY 2005



HORNER, DOWNEY & COMPANY LIMITED

Chartered Accountants
30, Bromborough Village Road
Bromborough
Wirral
CH62 7ES

STAFFORDSHIRE PRECISION ENGINEERING LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31 JANUARY 2005

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STAFFORDSHIRE PRECISION ENGINEERING LIMITED

ABBREVIATED BALANCE SHEET

31 JANUARY 2005

	Note	2005 £	£	2004 £	£
FIXED ASSETS	2				
Tangible assets			435,244		354,237
CURRENT ASSETS					
Stocks		50,875		41,049	
Debtors		393,351		343,509	
Cash at bank and in hand		862,986		798,744	
		<u>1,307,212</u>		<u>1,183,302</u>	
CREDITORS: Amounts falling due within one year		<u>379,396</u>		<u>254,162</u>	
NET CURRENT ASSETS			<u>927,816</u>		<u>929,140</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u><u>1,363,060</u></u>		<u><u>1,283,377</u></u>

The Balance sheet continues on the following page.
The notes on pages 3 to 5 form part of these abbreviated accounts.

STAFFORDSHIRE PRECISION ENGINEERING LIMITED**ABBREVIATED BALANCE SHEET** *(continued)***31 JANUARY 2005**

	Note	2005 £	2004 £
CAPITAL AND RESERVES			
Called-up equity share capital	3	50	50
Other reserves		53	53
Profit and loss account		<u>1,362,957</u>	<u>1,283,274</u>
SHAREHOLDERS' FUNDS		<u>1,363,060</u>	<u>1,283,377</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements 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 the Act relating to financial statements, so far as applicable to the company.

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

These abbreviated accounts were approved by the directors on and are signed on their behalf by:



.....
MR. S. J. SMITH

STAFFORDSHIRE PRECISION ENGINEERING LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31 JANUARY 2005****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.

Fixed assets

All fixed assets are initially recorded at cost.

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.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

STAFFORDSHIRE PRECISION ENGINEERING LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31 JANUARY 2005****1. ACCOUNTING POLICIES** *(continued)***Deferred taxation**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

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 ACCOUNTS

YEAR ENDED 31 JANUARY 2005

2. FIXED ASSETS

	Tangible Assets £
COST	
At 1 February 2004	991,084
Additions	162,668
Disposals	(29,290)
At 31 January 2005	<u>1,124,462</u>
DEPRECIATION	
At 1 February 2004	636,847
Charge for year	69,305
On disposals	(16,934)
At 31 January 2005	<u>689,218</u>
NET BOOK VALUE	
At 31 January 2005	<u>435,244</u>
At 31 January 2004	<u>354,237</u>

3. SHARE CAPITAL

Authorised share capital:

	2005	2004
	£	£
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

Allotted, called up and fully paid:

	2005		2004
	No	£	No
Ordinary shares of £1 each	<u>50</u>	<u>50</u>	<u>50</u>