

REGISTERED NUMBER: 01735268 (England and Wales)

ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2005

FOR

HOLME STEEL FABRICATORS LIMITED



HOLME STEEL FABRICATORS LIMITED

CONTENTS OF THE ABBREVIATED ACCOUNTS
for the year ended 31 December 2005

	Page
Company Information	1
Abbreviated Balance Sheet	2
Notes to the Abbreviated Accounts	3

HOLME STEEL FABRICATORS LIMITED

COMPANY INFORMATION
for the year ended 31 December 2005

DIRECTOR:	Mr D Chapman
SECRETARY:	Mrs C Chapman
REGISTERED OFFICE:	37 Frances Street Scunthorpe North Lincolnshire DN15 6NS
REGISTERED NUMBER:	01735268 (England and Wales)
BANKERS:	National Westminster Bank Plc Scunthorpe Branch 119 High Street Scunthorpe North Lincolnshire DN15 6LT

HOLME STEEL FABRICATORS LIMITED

ABBREVIATED BALANCE SHEET
31 December 2005

		31.12.05		31.12.04	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		43,144		86,247
CURRENT ASSETS:					
Stocks		74,488		29,938	
Debtors		876,506		957,928	
Cash at bank and in hand		41,039		116,353	
		992,033		1,104,219	
CREDITORS: Amounts falling due within one year	3	516,219		736,198	
NET CURRENT ASSETS:			475,814		368,021
TOTAL ASSETS LESS CURRENT LIABILITIES:			518,958		454,268
PROVISIONS FOR LIABILITIES:			452		6,319
			<u>£518,506</u>		<u>£447,949</u>
CAPITAL AND RESERVES:					
Called up share capital	4		100		100
Profit and loss account			518,406		447,849
SHAREHOLDERS' FUNDS:			<u>£518,506</u>		<u>£447,949</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 December 2005.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2005 in accordance with Section 249B(2) of the Companies Act 1985.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226A and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2005).

ON BEHALF OF THE BOARD:



Mr D Chapman - Director

Approved by the Board on 21 February 2006

The notes form part of these abbreviated accounts

HOLME STEEL FABRICATORS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS for the year ended 31 December 2005

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant & machinery	- 10% on cost
Fixtures & fittings	- 25% on cost
Robotic installation machine	- 20% on cost

Stocks

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

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 January 2005	121,474
Additions	1,797
Disposals	(32,500)
	<hr/>
At 31 December 2005	90,771
	<hr/>
DEPRECIATION:	
At 1 January 2005	35,227
Charge for year	15,650
Eliminated on disposals	(3,250)
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At 31 December 2005	47,627
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NET BOOK VALUE:	
At 31 December 2005	43,144
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At 31 December 2004	86,247
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HOLME STEEL FABRICATORS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS for the year ended 31 December 2005

3. CREDITORS

The following secured debts are included within creditors:

	31.12.05	31.12.04
	£	£
Bank overdrafts	55,179	104,844
	<u> </u>	<u> </u>

4. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.12.05	31.12.04
			£	£
100	Ordinary	£1	100	100
			<u> </u>	<u> </u>

5. ULTIMATE PARENT COMPANY

Holme Steel Fabricators Limited is the ultimate parent company of Holme Steel Refractories (UK) Limited, registered in England under number 02793022. Holme Steel Refractories (UK) Limited is a 75% subsidiary company of Holme Steel Fabricators Limited. Holme Steel Refractories (UK) Limited is dormant and non-trading.

6. BANK OVERDRAFT

The bank borrowings are secured by a right of set-off incorporated in mortgage debenture dated 19 August, 1991 and an unscheduled mortgage debenture dated 19 August, 1991 incorporating a fixed and floating charge over all current and future assets of the company.

The company meets its day to day working capital requirements through positive cash flow and its overdraft facility, which is not generally repayable on demand. The nature of the company's business is such that there can be unpredictable variation in the timing of cash inflows. The Director has considered projected cash flow information for the year from the date of his approval of these financial statements. On the basis of this cash flow information, the Director considers that the company will be able to operate within the agreed facility. However, the margin of agreed facilities over anticipated requirements is not always large and, inherently there can be no certainty in relation to these matters.

7. CONTINGENT ASSET

The company has provided for an amount due from a former customer as a bad debt. Whilst this amount is considered to be irrecoverable at the balance sheet date, the company is still actively seeking to recover the indebtedness from that former customer. The company is also seeking to recover costs and damages relating to an alleged breach by that former customer of the company's intellectual property and other rights all arising from the company's contractual relationship with it. Whilst the company is confident that its claim will be successful, it cannot be certain of this, nor can it be certain of the amount, if any, that may be ultimately recovered or of the amount of unrecoverable legal costs that may be incurred in respect of the claim. Consequently, the company has not provided for any amounts recoverable or payable relating to its claim in this respect or with regards to any counterclaim that may ensue.