

Company Registration Number 01841222

METRAIL ENGINEERING LIMITED  
ABBREVIATED FINANCIAL STATEMENTS

31ST JANUARY 1998

HORNER, DOWNEY & COMPANY  
Chartered Accountants & Registered Auditors  
26, Village Road  
Bromborough  
Wirral  
L62 7ES



METRAIL ENGINEERING LIMITED  
ABBREVIATED FINANCIAL STATEMENTS  
YEAR ENDED 31ST JANUARY 1998

<i>CONTENTS</i>	<i>PAGE</i>
Auditors' report to the company	1
Auditors' report to the shareholders	2
Abbreviated balance sheet	3
Notes to the abbreviated financial statements	4

METRAIL ENGINEERING LIMITED

AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 3 to 5, together with the financial statements of the company prepared under Section 226 of the Companies Act 1985 for the year ended 31st January 1998.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

The directors are responsible for preparing abbreviated accounts in accordance with Schedule 8A to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to prepare accounts under the special provisions of section 246 of the Act referred to in the directors' statement on page 3 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

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 prepare accounts under the provisions referred to above 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 the Companies Act 1985 to deliver abbreviated accounts prepared in accordance with sections 246 and 247 of the Act, in respect of the year ended 31st January 1998, and the abbreviated accounts on pages 3 to 5 have been properly prepared in accordance with Schedule 8A of the Act.

OTHER INFORMATION

On ...19<sup>th</sup> September 1998, we reported, as auditors of the company, to the shareholders on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31st January 1998, and the full text of our audit report is reproduced on page 2 of these financial statements.

26, Village Road  
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HORNER, DOWNEY & COMPANY  
Chartered Accountants  
& Registered Auditors

...20<sup>th</sup> September 1998

*1 Peter Downey*

METRAIL ENGINEERING LIMITED  
AUDITORS' REPORT TO THE SHAREHOLDERS  
YEAR ENDED 31ST JANUARY 1998

We have audited the financial statements on pages 4 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

As described on page 1, the company's directors are responsible for the preparation of the 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.

OPINION

In our opinion the financial statements give a true and fair view of the company's state of affairs as at 31st January 1998 and of its profit for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

26, Village Road  
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HORNER, DOWNEY & COMPANY  
Chartered Accountants  
& Registered Auditors

.....1.9<sup>th</sup> September 1998.

## METRAIL ENGINEERING LIMITED

## ABBREVIATED BALANCE SHEET

31ST JANUARY 1998

	Note	1998 £	1997 £
<b>FIXED ASSETS</b>	2		
Tangible assets		3,002	1,926
<b>CURRENT ASSETS</b>			
Stocks		10,671	10,732
Debtors		167,076	117,923
Cash at bank and in hand		24,304	5,940
		<u>202,051</u>	<u>134,595</u>
<b>CREDITORS: Amounts falling due within one year</b>		<u>(92,923)</u>	<u>(57,312)</u>
<b>NET CURRENT ASSETS</b>		109,128	77,283
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>112,130</u>	<u>79,209</u>
<b>CAPITAL AND RESERVES</b>			
Called-up share capital	3	25,000	25,000
Profit and loss account		87,130	54,209
<b>SHAREHOLDERS' FUNDS</b>		<u>112,130</u>	<u>79,209</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 ..... 16TH SEPTEMBER 1998, and are signed on their behalf by:



MR. W. J. O'DONNELL  
Director

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

## METRAIL ENGINEERING LIMITED

## NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31ST JANUARY 1998

## 1. ACCOUNTING POLICIES

**Basis of accounting**

The financial statements have been prepared under the historical cost convention.

**Cash flow statement**

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 from including a cash flow statement in the financial statements on the grounds that the company is small.

**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:

Fixture & Fittings	20% reducing balance
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**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. No element of profit is included in the valuation of work in progress.

**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.

## METRAIL ENGINEERING LIMITED

## NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31ST JANUARY 1998

## 2. FIXED ASSETS

	Tangible Fixed Assets £
<b>COST</b>	
At 1st February 1997	15,629
Additions	1,827
	<u>17,456</u>
At 31st January 1998	<u>17,456</u>
 <b>DEPRECIATION</b>	
At 1st February 1997	13,703
Charge for year	751
	<u>14,454</u>
At 31st January 1998	<u>14,454</u>
 <b>NET BOOK VALUE</b>	
At 31st January 1998	3,002
	<u>1,926</u>
At 31st January 1997	<u>1,926</u>

## 3. SHARE CAPITAL

<b>Authorised share capital:</b>	1998 £	1997 £
25,000 Ordinary shares of £1 each	25,000	25,000
	<u>25,000</u>	<u>25,000</u>
 <b>Allotted, called up and fully paid:</b>		
	1998 £	1997 £
Ordinary share capital	25,000	25,000
	<u>25,000</u>	<u>25,000</u>