

A & W PRECISION TOOLS LIMITED**ACCOUNTING POLICIES****BASIS OF ACCOUNTING**

The accounts are prepared on the basis of historical cost and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007), and generally accepted fundamental accounting concepts which have been consistently applied in order to present fairly the results and financial position

CASH FLOW STATEMENT

The Company has taken advantage of the exemption available per FRS 1 for small companies not to prepare a cash flow statement

TURNOVER

Turnover is the total amount receivable by the Company in the ordinary course of business for work executed and services provided, excluding VAT

TANGIBLE FIXED ASSETS

Tangible fixed assets are stated at cost

DEPRECIATION is provided as follows on the decreasing balance -

Plant and Machinery	10% per annum
Fixtures, Fittings and Equipment	10% per annum
Motor Vehicles	25% per annum

**STOCK**

Stock in trade has been valued at the lower of cost or net realisable value

PENSION COSTS

The Company operates a defined contribution scheme, on the advice of external actuaries, which is funded by payments to independent trusts or to insurance companies. The pension costs charge represents contributions payable for the period by the Company and comprises past and current service contributions. The Company provides no other post retirement benefits to its employees.

A & W PRECISION TOOLS LIMITED

ACCOUNTING POLICIES

LEASED AND HIRE PURCHASE ASSETS

Rental payments under operating leases are charged to the profit and loss account in the period in which they are incurred

Where assets are financed by leasing or hire purchase agreements which give risks and rewards approximating to ownership they are treated as if they had been purchased outright on credit. They are therefore initially recorded as a fixed asset and a liability, at a sum equal to the fair value of the asset. Payments on such assets are regarded as consisting of a capital element which reduces the outstanding liability and an interest element which is charged to the profit and loss account.

TAXATION

The charge for taxation is based on the result for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes.

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 that result in an obligation to pay more, or a right to pay less, tax in the future have occurred at the balance sheet date. Deferred tax balances are not discounted.

A & W PRECISION TOOLS LIMITED
BALANCE SHEET : 30TH SEPTEMBER 2006

	<u>NOTES</u>	<u>2006</u>	<u>2005</u>
		<u>£</u>	<u>£</u>
FIXED ASSETS			
Tangible Assets	1	<u>27,941</u>	<u>6,852</u>
CURRENT ASSETS			
Stock		4,250	6,200
Debtors		58,783	77,889
Cash at Bank and in Hand		<u>61,917</u>	<u>34,723</u>
		124,950	118,812
CURRENT LIABILITIES			
Creditors Amounts Falling Due Within One Year		<u>67,426</u>	<u>65,679</u>
NET CURRENT ASSETS		<u>57,524</u>	<u>53,133</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		85,465	59,985
Provision for Liabilities		(—)	(2,014)
NET ASSETS		<u>85,465</u>	<u>57,971</u>
CAPITAL AND RESERVES			
Called-up Share Capital (Issued and Fully Paid £1 each)		100	100
Profit and Loss Account		<u>85,365</u>	<u>57,871</u>
		<u>85,465</u>	<u>57,971</u>

The authorised share capital of the Company is 1,000 ordinary shares of £1 each

DIRECTORS STATEMENT IS CONTINUED ON PAGE 4.

A & W PRECISION TOOLS LIMITED

CONTINUATION OF BALANCE SHEET

DIRECTORS' STATEMENT

These abbreviated accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985

In the preparation of the Company's annual accounts, the directors have taken advantage of special exemptions applicable to small companies and have done so on the grounds that, in their opinion, the Company is entitled to those exemptions as a small company

In the directors' opinion the Company was entitled under Section 249A(1) of the Companies Act 1985 to exemption from the audit of its accounts for the year ended 30th September 2006. No member of the Company has deposited a notice under section 249B(2) requiring an audit of these accounts

The directors are responsible for ensuring that the Company keeps accounting records which comply with section 221 of the Act and for preparing accounts 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 of each year in accordance with the requirements of section 226 of the Act and which otherwise comply with its requirements, so far as applicable to the Company

APPROVED BY THE BOARD OF DIRECTORS AND SIGNED ON THEIR BEHALF BY:

P Acton

M Acton



M. Acton

21 June 2007

A & W PRECISION TOOLS LIMITED

NOTES TO THE ACCOUNTS

1 TANGIBLE ASSETS

	<u>PLANT AND MACHINERY</u>	<u>FIXTURES FITTINGS AND EQUIPMENT</u>	<u>MOTOR VEHICLES</u>	<u>TOTAL</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Cost:				
At 1st October 2005	155,193	2,979	4,950	163,122
Additions	<u>23,325</u>	<u>-</u>	<u>-</u>	<u>23,325</u>
At 30th September 2006	<u>178,518</u>	<u>2,979</u>	<u>4,950</u>	<u>186,447</u>
Depreciation:				
At 1st October 2005	152,619	2,413	1,238	156,270
Charge for year	<u>1,010</u>	<u>298</u>	<u>928</u>	<u>2,236</u>
At 30th September 2006	<u>153,629</u>	<u>2,711</u>	<u>2,166</u>	<u>158,506</u>
Net Book Value:				
At 30th September 2005	<u>2,574</u>	<u>566</u>	<u>3,712</u>	<u>6,852</u>
At 30th September 2006	<u>24,889</u>	<u>268</u>	<u>2,784</u>	<u>27,941</u>