

MAC-RK PRECISION ENGINEERING LIMITED

ABBREVIATED FINANCIAL STATEMENTS

31 MARCH 1999

INGER & COMPANY
Chartered Accountants & Registered Auditors
7 Redbridge Lane East
Redbridge, Ilford
Essex IG4 5ET



MAC-RK PRECISION ENGINEERING LIMITED

ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 1999

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

MAC-RK 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 5, together with the financial statements of the company for the year ended 31 March 1999 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 5 are properly prepared in accordance with those provisions.

7 Redbridge Lane East
Redbridge, Ilford
Essex IG4 5ET

28 January 2000

Inger Company

INGER & COMPANY
Chartered Accountants
& Registered Auditors

MAC-RK PRECISION ENGINEERING LIMITED

ABBREVIATED BALANCE SHEET

31 MARCH 1999

	Note	1999	1998
		£	£
FIXED ASSETS	2		
Intangible assets		20,990	20,990
Tangible assets		1,252,151	786,859
		<u>1,273,141</u>	<u>807,849</u>
CURRENT ASSETS			
Stocks		62,600	55,345
Debtors		389,097	309,132
Cash at bank and in hand		-	24,384
		<u>451,697</u>	<u>388,861</u>
CREDITORS: Amounts falling due within one year	3	(629,610)	(417,040)
NET CURRENT LIABILITIES		(177,913)	(28,179)
TOTAL ASSETS LESS CURRENT LIABILITIES		1,095,228	779,670
CREDITORS: Amounts falling due after more than one year	4	(209,393)	(9,575)
PROVISIONS FOR LIABILITIES AND CHARGES		(31,579)	(28,656)
		<u>854,256</u>	<u>741,439</u>
CAPITAL AND RESERVES			
Called-up equity			
share capital	5	2	2
Profit and loss account		854,254	741,437
SHAREHOLDERS' FUNDS		<u>854,256</u>	<u>741,439</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 28 January 2000 and are signed on their behalf by:

R SHARMA
Director



The notes on pages 3 to 5 form part of these financial statements.

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.

Goodwill

The company does not amortise goodwill.

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% p.a. straight line
Leasehold property	Over lease period
Plant and machinery	15% p.a. straight line
Fixtures and fittings	15% p.a. straight line
Motor Vehicles	25% p.a. straight line

Stocks

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

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.

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.

MAC-RK PRECISION ENGINEERING LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 1999

2. FIXED ASSETS

	Intangible Assets £	Tangible Fixed Assets £	Total £
COST			
At 1 April 1998	20,990	1,140,765	1,161,755
Additions	-	588,794	588,794
Disposals	-	(33,489)	(33,489)
	<u>20,990</u>	<u>1,696,070</u>	<u>1,717,060</u>
At 31 March 1999	20,990	1,696,070	1,717,060
DEPRECIATION			
At 1 April 1998	-	353,906	353,906
Charge for year	-	91,353	91,353
On disposals	-	(1,340)	(1,340)
	<u>-</u>	<u>443,919</u>	<u>443,919</u>
At 31 March 1999	-	443,919	443,919
NET BOOK VALUE			
At 31 March 1999	20,990	1,252,151	1,273,141
At 31 March 1998	20,990	786,859	807,849

The company has granted an option to the directors to purchase the freehold of the property known as Unit A1, Bridge Road Industrial Estate, Bridge Road, Southall, Middx UB2 4AB at £304,000. This option may be exercised at any time before 31 March 2006.

3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	1999 £	1998 £
Bank loans and overdrafts	19,932	-

4. CREDITORS: Amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	1999 £	1998 £
Bank loans and overdrafts	209,393	-

MAC-RK PRECISION ENGINEERING LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 1999

5. SHARE CAPITAL

Authorised share capital:

	1999 £	1998 £
1,000 Ordinary shares of £1 each	1,000	1,000

Allotted, called up and fully paid:

	1999 £	1998 £
Ordinary share capital	2	2