

REEVES ENGINEERING LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 1998

Company Number 2656121



Reeves Engineering Limited
Auditors' Report to Reeves Engineering Limited
Under Section 247B of the Companies Act 1985

We have examined the abbreviated accounts on pages 3 to 5 together with the financial statements of Reeves Engineering Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 October 1998.

Respective Responsibilities of Directors and Auditors

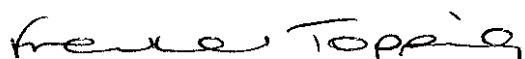
The directors are responsible for preparing the abbreviated accounts in accordance with the Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to deliver abbreviated accounts prepared in accordance with the Sections 246(5) and 246(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 to 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 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 financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and 246(6) of the Companies Act 1985, in respect of the year ended 31 October 1998 and the abbreviated accounts on pages 3 to 5 have been properly prepared in accordance with those provisions.



Frenkel Topping
Registered Auditors and
Chartered Accountants
Merchants Quay
Salford Quays
Manchester M5 2SR

6 May 1999

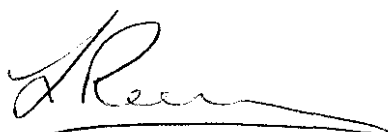
Reeves Engineering Limited
Balance Sheet As At 31 October 1998

	Note	£	1998 £	£	1997 £
Tangible Fixed Assets	2		401,773		341,931
Current Assets					
Stock and work in progress		54,104		17,899	
Debtors		85,494		226,464	
Cash at bank and in hand		95,121		122,854	
			<u>234,719</u>	<u>367,217</u>	
Creditors: Amounts falling due within one year	3	(163,498)		(270,696)	
Net Current Assets			<u>71,221</u>	<u>96,521</u>	
Total Assets less Current Liabilities			472,994		438,452
Creditors: Amounts falling due after more than one year	3		(206,580)	(184,480)	
			<u>£266,414</u>	<u>£253,972</u>	
Capital and Reserves					
Called up Share Capital	4		100		100
Profit and loss account			<u>266,314</u>	<u>253,872</u>	
Shareholders' Fund			<u>£266,414</u>	<u>£253,972</u>	

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the board of directors on 6 May 1999 and signed on its behalf.

L N Reeves
Director



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

Reeves Engineering Limited

Notes To The Abbreviated Financial Statements

31 October 1998

1. Accounting Policies

The principal accounting policies consistently adopted by the company in the preparation of its financial statements are as follows:

a) Accounting convention

The financial statements have been prepared under the historical cost convention and incorporate the results of the principal activity which is described in the directors report and which is continuing.

b) Turnover

Turnover represents the invoiced value of goods sold to third parties, excluding value added tax.

c) Depreciation

Depreciation is calculated at the following rates per annum:

Motor vehicles	Reducing balance basis 20%
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Machinery and equipment	Reducing balance basis 15%
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Depreciation is not provided on the freehold property of the company. This policy is not in accordance with the Companies Act 1985 and represents a departure from Statement of Standard Accounting Practice No.12. The directors are of the opinion that the property is regularly maintained to such a standard that it does not depreciate, and therefore it would be inappropriate to provide for depreciation.

The directors are of the opinion that it is impracticable to quantify the depreciation which would otherwise have been charged.

d) Stock and work in progress

Stock and work in progress are stated at the lower of cost and net realisable value.

In establishing cost, stock and work in progress at the end of the year are taken to represent latest purchases or production. On this basis cost comprises:

Stock of materials:	Purchase price
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Work in progress:	Cost of materials, direct labour and sub-contracted labour.
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e) Pensions

The company operates a defined contribution pensions scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

Reeves Engineering Limited
Notes To The Abbreviated Financial Statements
For The Year Ended 31 October 1998

(Continued)

2. TANGIBLE FIXED ASSETS

	Freehold Property	Motor Vehicles	Fixtures, Fittings Machinery & Equipment	Total
COST	£	£	£	£
1 November 1997	261,254	23,634	99,502	384,390
Additions	-	33,936	53,594	87,530
Disposals	-	-	-	-
31 October 1998	261,254	57,570	153,096	471,920
DEPRECIATION				
1 November 1997	-	8,417	34,042	42,459
Charge for the year	-	9,830	17,858	27,688
Disposals	-	-	-	-
31 October 1998	-	18,247	51,900	70,147
NET BOOK VALUE				
31 October 1998	261,254	39,323	101,196	401,773
31 October 1997	261,254	15,217	65,460	341,931

Included in the net book value above are assets held under finance lease and hire purchase contracts amounting to £88,292 (1997: £26,155).

3. Creditors

Of the creditors £239,373 is secured. (1997 £200,077)

Included in creditors falling due after one year are the following

	1998 £	1997 £
Amounts repayable by instalments payable after five years	55,578	64,981

4. Called Up Share Capital

	1998 £	1997 £
Authorised		
Ordinary shares of £1 each	100	100
Allotted, Called Up and Fully Paid		
Ordinary shares of £1 each	100	100