

3047279

# Plasma & Thermal Coatings Limited

Abbreviated Accounts

31 MAY 1997



# Plasma & Thermal Coatings Limited

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REGISTERED NO 3047279

## **DIRECTORS**

R J Prince  
D Bailey  
R McIntyre  
A Truelove  
B Brennan  
S Morgan

## **SECRETARY**

S Morgan

## **AUDITORS**

Ernst & Young  
Southgate House  
Wood Street  
Cardiff

## **BANKERS**

Midland Bank plc  
1 Bridge Street  
Newport

## **SOLICITORS**

Everett & Tomlin  
Clarence Chambers  
Clarence Street  
Pontypool

## **REGISTERED OFFICE**

Maesglas Industrial Estate  
Newport

**REPORT OF THE AUDITORS**

to Plasma & Thermal Coatings Limited under Section 247B of the Companies Act 1985

We have examined the abbreviated accounts set out on pages 4 to 7, together with the annual accounts of the company for the year ended 31 May 1997 prepared under section 226 of the Companies Act 1985.

**Respective responsibilities of directors and auditors**

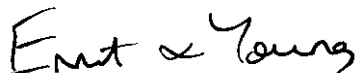
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and 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 report our opinion to you.

**Basis of opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the audited accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts have been properly prepared from those annual accounts. 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 full accounts.

**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, and the abbreviated accounts on pages 4 to 7 are properly prepared in accordance with those provisions.



Ernst & Young  
Chartered Accountants  
Registered Auditor  
Cardiff

26 August 1997

# Plasma & Thermal Coatings Limited

## ABBREVIATED BALANCE SHEET

at 31 May 1997

	Notes	1997 £	1996 £
<b>FIXED ASSETS</b>			
Tangible assets	2	315,374	309,151
<b>CURRENT ASSETS</b>			
Stock		25,622	23,051
Debtors: due within one year		287,071	117,330
Cash at bank and in hand		75,122	28,061
		387,815	168,442
<b>CREDITORS: amounts falling due within one year</b>	3	479,645	219,243
<b>NET CURRENT LIABILITIES</b>		(91,830)	(50,801)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		223,544	258,350
<b>CREDITORS: amounts falling due after one year</b>		107,777	183,756
<b>NET ASSETS</b>		115,767	74,594
<b>CAPITAL AND RESERVES</b>			
Called up share capital	4	130,000	130,000
Profit and loss account		(14,233)	(55,406)
<b>EQUITY SHAREHOLDERS' FUNDS</b>		115,767	74,594

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

*Sally Morgan*

Sally Morgan

Director

26 August 1997

Date

NOTES TO THE ABBREVIATED ACCOUNTS  
at 31 May 1997

**2 ACCOUNTING POLICIES**

*Accounting convention*

The accounts are prepared under historical cost convention, in accordance with applicable accounting standards.

*Depreciation*

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected life, as follows:

Plant	5 to 10 years
Office equipment, fixtures and fittings	5 years
Computer	3 years
Motor vehicles	1 to 2 years

*Stocks*

Stocks are stated at the lower of cost incurred in bringing each product to its present location and condition and net realisable value as follows:

Raw materials	-	purchase cost on a first-in, first-out basis
Work in progress	-	cost on direct materials and labour plus attributable overheads based on a normal level of activity

Net realisable value is based on estimated selling price less any further costs expected to be incurred to completion.

*Deferred taxation*

Deferred taxation is provided using the liability method on all timing differences which are expected to reverse in the future without being replaced, calculated at the rate at which it is anticipated the timing differences will reverse.

*Foreign currencies*

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date.

All differences are taken to the profit and loss account.

*Government grants*

Grants of a revenue nature are credited to income in the period to which they relate.

*Hire purchase and lease commitments*

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balances of capital repayments outstanding.

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

# Plasma & Thermal Coatings Limited

## NOTES TO THE ABBREVIATED ACCOUNTS

at 31 May 1997

### Research and development

Research and development expenditure is written off as incurred, except that development expenditure incurred on an individual project is carried forward when its future recoverability can reasonably be regarded as assured. Any expenditure carried forward is amortised in line with the expected future sales from the related project.

### Pensions

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

## 2 TANGIBLE FIXED ASSETS

	<i>Total £</i>
Cost:	
At 1 June 1996	365,457
Additions	72,164
Disposals	(837)
	<hr/> 436,784
At 31 May 1997	
Depreciation:	
At 1 June 1996	56,306
Provided during the year	65,941
Disposals	(837)
	<hr/> 121,410
At 31 May 1997	
Net book value:	
At 31 May 1997	<hr/> 315,374
At 31 May 1996	<hr/> <hr/> 309,151

Fixed assets includes plant and machinery with a net book value of £33,883 (1996: £38,118) which is subject to hire purchase contracts.

## 3 CREDITORS: amounts falling due within one year

Included in creditors is a loan for £96,671 (1996: £nil) which is secured on the company's trade debtors.

## 4 SHARE CAPITAL

	<i>Authorised</i>		<i>Allotted called up and fully paid</i>	
	<i>1997</i>	<i>1996</i>	<i>1997</i>	<i>1996</i>
	<i>£</i>	<i>£</i>	<i>£</i>	<i>£</i>
Ordinary shares of £1 each	150,000	150,000	130,000	130,000
	<hr/>	<hr/>	<hr/>	<hr/>

NOTES TO THE ABBREVIATED ACCOUNTS  
at 31 May 1997

**5 TRANSACTIONS WITH DIRECTORS**

A motor vehicle was sold to R J Prince during the year for £1,000. The directors considered this to be the market value at the date of sale.