

Abbreviated Financial Statements for the Year Ended 31 August 2002

for

Machan Engineering Limited



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for the Year Ended 31 August 2002

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Machan Engineering Limited

Company Information
for the Year Ended 31 August 2002

DIRECTORS:

M McMullen
L M McDonald

SECRETARY:

M McMullen

REGISTERED OFFICE:

103 Broad Street
Denny
Stirlingshire
FK6 6DX

REGISTERED NUMBER:

83928 (Scotland)

AUDITORS:

Peter Deans CA
Chartered Accountant Registered Auditor
42 Stirling Street
Denny
Stirlingshire
FK6 6DJ

Machan Engineering Limited

Report of the Independent Auditors to
Machan Engineering Limited
Under Section 247B of the Companies Act 1985

We have examined the abbreviated financial statements on pages three to six, together with the full financial statements of the company for the year ended 31 August 2002 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

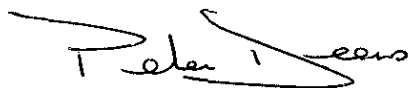
The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements 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 financial statements and that the abbreviated financial statements 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 full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages three to six are properly prepared in accordance with those provisions.



Peter Deans CA
Chartered Accountant Registered Auditor
42 Stirling Street
Denny
Stirlingshire
FK6 6DJ

Dated: 5 May 2003

Machan Engineering Limited

Abbreviated Balance Sheet
31 August 2002

		31.8.02		31.8.01	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		153,140		161,327
Investments	3		25,000		25,000
			<u>178,140</u>		<u>186,327</u>
CURRENT ASSETS:					
Stocks		134,111		125,921	
Debtors		152,085		226,353	
Cash in hand		961		-	
		<u>287,157</u>		<u>352,274</u>	
CREDITORS: Amounts falling due within one year	4	304,319		376,133	
		<u>304,319</u>		<u>376,133</u>	
NET CURRENT LIABILITIES:			(17,162)		(23,859)
TOTAL ASSETS LESS CURRENT LIABILITIES:			160,978		162,468
CREDITORS: Amounts falling due after more than one year	4		26,893		28,933
			<u>26,893</u>		<u>28,933</u>
			<u>£134,085</u>		<u>£133,535</u>
CAPITAL AND RESERVES:					
Called up share capital	5		10,000		10,000
Revaluation reserve			79,124		79,124
Capital redemption reserve			7,846		7,846
Profit and loss account			37,115		36,565
			<u>134,085</u>		<u>133,535</u>
SHAREHOLDERS' FUNDS:			<u>£134,085</u>		<u>£133,535</u>

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

ON BEHALF OF THE BOARD:



M McMullen - DIRECTOR



L M McDonald - DIRECTOR

Approved by the Board on 5 May 2003

The notes form part of these financial statements

1. **ACCOUNTING POLICIES**

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Land and buildings	- 20% on cost and 2% on cost
Plant and machinery etc	- 25% on reducing balance and 10% on cost

Stocks

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

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

Revaluation Reserve

Surpluses arising on the revaluation of individual tangible fixed assets are credited to a revaluation reserve. On the disposal of any such revalued asset the corresponding surplus or deficit is transferred to the profit & loss account.

Machan Engineering Limited

Notes to the Abbreviated Financial Statements
for the Year Ended 31 August 2002

2. **TANGIBLE FIXED ASSETS**

	Total
	£
COST:	
At 1 September 2001	411,010
Additions	29,810
Disposals	(22,495)
At 31 August 2002	418,325
DEPRECIATION:	
At 1 September 2001	249,683
Charge for year	28,507
Eliminated on disposals	(13,005)
At 31 August 2002	265,185
NET BOOK VALUE:	
At 31 August 2002	153,140
At 31 August 2001	161,327

The buildings were revalued during the year ended 31 August 1995 by D M Hall, Chartered Surveyors at £105,000. The historical cost of the buildings was £46,989. Included in the above are assets held under hire purchase contracts. The cost of these assets amounts to £36,425(2001:£49,692). The accumulated depreciation and depreciation charged for the year on these assets amounts to £13,081(2001:£23,511) and £9,109(2001:£8,727).

3. **FIXED ASSET INVESTMENTS**

	£
COST:	
At 1 September 2001 and 31 August 2002	25,000
NET BOOK VALUE:	
At 31 August 2002	25,000
At 31 August 2001	25,000

4. **CREDITORS**

The following secured debts are included within creditors:

	31.8.02	31.8.01
	£	£
Bank overdrafts	25,919	45,435
Bank loans	20,342	25,970
	46,261	71,405

Machan Engineering Limited

Notes to the Abbreviated Financial Statements
for the Year Ended 31 August 2002

5. **CALLED UP SHARE CAPITAL**

Authorised:

Number:	Class:	Nominal value:	31.8.02 £	31.8.01 £
50,000	Ordinary	£1	<u>50,000</u>	<u>50,000</u>

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.8.02 £	31.8.01 £
10,000	Ordinary	£1	<u>10,000</u>	<u>10,000</u>