

Abbreviated Accounts for the Year Ended 31 August 2004

for

Machan Engineering Limited



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COMPANIES HOUSE

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Machan Engineering Limited

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for the Year Ended 31 August 2004

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Machan Engineering Limited

Company Information
for the Year Ended 31 August 2004

DIRECTORS:

M McMullen
L M McDonald

SECRETARY:

L M McDonald

REGISTERED OFFICE:

103 Broad Street
Denny
Stirlingshire
FK6 6DX

REGISTERED NUMBER:

83928 (Scotland)

ACCOUNTANTS:

Peter Deans CA
42 Stirling Street
Denny
Stirlingshire
FK6 6DJ

Abbreviated Balance Sheet
31 August 2004

		31.8.04		31.8.03	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		243,521		253,740
Investments	3		25,000		25,000
			<u>268,521</u>		<u>278,740</u>
CURRENT ASSETS:					
Stocks		137,776		129,734	
Debtors		226,946		141,768	
Cash at bank		3,109		35,587	
		<u>367,831</u>		<u>307,089</u>	
CREDITORS: Amounts falling due within one year	4	<u>400,904</u>		<u>323,369</u>	
NET CURRENT LIABILITIES:			<u>(33,073)</u>		<u>(16,280)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			235,448		262,460
CREDITORS: Amounts falling due after more than one year	4		<u>6,083</u>		<u>13,455</u>
			<u>£229,365</u>		<u>£249,005</u>
CAPITAL AND RESERVES:					
Called up share capital	5		10,000		10,000
Revaluation reserve			190,924		190,924
Capital redemption reserve			7,846		7,846
Profit and loss account			<u>20,595</u>		<u>40,235</u>
SHAREHOLDERS' FUNDS:			<u>£229,365</u>		<u>£249,005</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 August 2004.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2004 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- preparing financial statements 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 for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD:



L M McDonald - Director

Approved by the Board on 27 May 2005

Notes to the Abbreviated Accounts
for the Year Ended 31 August 2004

1. **ACCOUNTING POLICIES**

Accounting convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets 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.

2. **TANGIBLE FIXED ASSETS**

	Total
	£
COST OR VALUATION:	
At 1 September 2003	525,823
Additions	19,281
Disposals	(15,900)
At 31 August 2004	529,204
DEPRECIATION:	
At 1 September 2003	272,083
Charge for year	23,538
Eliminated on disposals	(9,938)
At 31 August 2004	285,683
NET BOOK VALUE:	
At 31 August 2004	243,521
At 31 August 2003	253,740

The buildings were revalued on 24 December 2003 by D M Hall, Chartered Surveyors at £200,000. 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 £20,525 (2003:£36,425). The accumulated depreciation and depreciation charged for the year on these assets amounts to £11,866 (2003:£18,917) and £2,886 (2003:£5,836).

3. **FIXED ASSET INVESTMENTS**

	£
COST:	
At 1 September 2003	
and 31 August 2004	<u>25,000</u>
NET BOOK VALUE:	
At 31 August 2004	<u>25,000</u>
At 31 August 2003	<u>25,000</u>

4. **CREDITORS**

The following secured debts are included within creditors:

	31.8.04	31.8.03
	£	£
Bank overdrafts	21,871	19,863
Bank loans	15,516	14,227
	<u>37,387</u>	<u>34,090</u>

5. **CALLED UP SHARE CAPITAL**

Authorised:				
Number:	Class:	Nominal	31.8.04	31.8.03
		value:	£	£
50,000	Ordinary	£1	<u>50,000</u>	<u>50,000</u>
Alotted, issued and fully paid:				
Number:	Class:	Nominal	31.8.04	31.8.03
		value:	£	£
10,000	Ordinary	£1	<u>10,000</u>	<u>10,000</u>

6. **TRANSACTIONS WITH DIRECTORS**

During the year the company paid £5,000 to the director, Mr M McMullen, to carry advertising on a racing car owned by him personally.