

PARKHEAD WELDING COMPANY LIMITED

ABBREVIATED FINANCIAL STATEMENTS

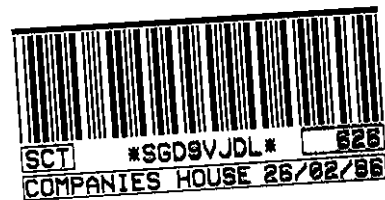
30TH JUNE 1995

Registered number: SC060280

ROBERT J HART & COMPANY

CHARTERED ACCOUNTANTS

Irvine



PARKHEAD WELDING COMPANY LIMITED
ABBREVIATED FINANCIAL STATEMENTS
for the year ended 30th June 1995

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PARKHEAD WELDING COMPANY LIMITED**AUDITORS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS**

**Auditors' report to
Parkhead Welding Company Limited
pursuant to paragraph 24 of Schedule 8
to the Companies Act 1985**

We have examined the abbreviated financial statements on pages 2 to 4 together with the financial statements of the company prepared under section 226 of the Companies Act 1985 for the year ended 30th June 1995.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 2 and whether the abbreviated financial statements have been properly prepared in accordance with that Schedule.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated financial statements 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 full financial statements.

Opinion

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 30th June 1995, and the abbreviated financial statements on pages 2 to 4 have been properly prepared in accordance with that Schedule.

Other information

On 10th October 1995 we reported, as auditors of the company, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 30th June 1995, and our audit report was as follows:

'We have audited the financial statements on pages 5 to 11 which have been prepared under the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 3, the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

continued

PARKHEAD WELDING COMPANY LIMITED**AUDITORS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS**
(continued)

**Auditors' report to
Parkhead Welding Company Limited
pursuant to paragraph 24 of Schedule 8
to the Companies Act 1985**

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error or other irregularity. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30th June 1995 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.'



Robert J Hart & Company
Registered Auditors
Chartered Accountants

Irvine

10th October 1995

PARKHEAD WELDING COMPANY LIMITED

ABBREVIATED BALANCE SHEET

at 30th June 1995

	Note	1995		1994	
		£	£	£	£
Fixed assets					
Tangible assets	2		116,847		118,759
Current assets					
Stocks		53,832		52,557	
Debtors		87,948		59,504	
Cash at bank and in hand		89,534		51,608	
		<u>231,314</u>		<u>163,669</u>	
Creditors: amounts falling due within one year	3	<u>(180,090)</u>		<u>(139,699)</u>	
Net current assets			51,224		23,970
Total assets less current liabilities			<u>168,071</u>		<u>142,729</u>
Creditors: amounts falling due after more than one year			<u>(16,567)</u>		<u>(21,354)</u>
			<u>151,504</u>		<u>121,375</u>
Capital and reserves					
Called up share capital	4		1,000		100
Revaluation reserve			13,000		13,000
Profit and loss account			137,504		108,275
Total shareholders' funds			<u>151,504</u>		<u>121,375</u>

The directors have taken advantage of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company.

In the preparation of the company's annual financial statements, the directors have taken advantage of special exemptions applicable to small companies under Part I of Schedule 8 to the Companies Act 1985 on the grounds that, in their opinion, the company is entitled to those exemptions.

The abbreviated financial statements on pages 2 to 4 were approved by the board of directors on 10th October 1995.



W Rafferty
Director

PARKHEAD WELDING COMPANY LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

30th June 1995

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it is entitled to the exemptions available in Section 246 to 247 of the Companies Act 1985 for small companies.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Freehold land and buildings	20 years straight line
Plant and machinery	20% reducing balance
Motor vehicles	20% reducing balance
Fixtures and fittings	20% reducing balance

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss reserve.

Government grants

Government grants on capital expenditure are credited to a deferral account and are released to revenue over the expected useful life of the relevant asset by equal annual instalments. Grants of a revenue nature are credited to income in the period to which they relate.

Leases and hire purchase contracts

Tangible fixed assets acquired under finance leases and hire purchase contracts are capitalised at the estimated fair value at the date of inception of each lease or contract. The total finance charges are allocated over the period of the lease in such a way as to give a reasonably constant charge on the outstanding liability.

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less the estimated cost of disposal.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Pensions

Defined contribution scheme

Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

PARKHEAD WELDING COMPANY LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

30th June 1995

2 Fixed assets

	Tangible fixed assets £
Cost or valuation	
1st July 1994	263,052
Additions	55,462
Disposals	(36,118)
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30th June 1995	282,396
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Depreciation	
1st July 1994	144,293
Charge for year	24,664
Disposals	(3,408)
	<hr/>
30th June 1995	165,549
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Net book amount	
30th June 1995	116,847
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1st July 1994	118,759
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3 Creditors: amounts falling due within one year include:

	1995 £	1994 £
Bank overdraft	27,067	17,884
	<hr/>	<hr/>

The bank overdraft is secured by a Bond and Floating Charge over the assets of the company.

4 Called up share capital

	1995		1994	
	Number of shares	£	Number of shares	£
Authorised Equity shares				
Ordinary shares of £1 each	1,000	1,000	100	100
	<hr/>	<hr/>	<hr/>	<hr/>
Allotted called up and fully paid Equity shares				
Ordinary shares of £1 each	1,000	1,000	100	100
	<hr/>	<hr/>	<hr/>	<hr/>