



PENDEFORD METAL SPINNINGS LIMITED

ABBREVIATED ACCOUNTS

**FOR THE YEAR ENDED
31 JULY 2003**

COMPANY NUMBER:1013760

PENDEFORD METAL SPINNINGS LIMITED

INDEPENDENT AUDITORS' REPORT TO PENDEFORD METAL SPINNINGS LIMITED
Under section 247B of the Companies Act 1985

We have examined the abbreviated accounts of Pendeford Metal Spinnings Limited for the year ended 31 July 2003 set out on pages 2 to 4, together with the financial statements of the company for the year ended 31 July 2003 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company, as a body, in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company for our audit work, for this report, or for the opinions we have formed.

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 (6) of the Act to the registrar and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

BASIS OF AUDIT 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 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 financial statements.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246 (5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

Bentley Jennison

Bentley Jennison

Chartered Accountants
Registered Auditors

3 Hollinswood Court
Stafford Park 1
Telford
TF3 3BD

5 December 2003

PENDEFORD METAL SPINNINGS LIMITED

ABBREVIATED BALANCE SHEET

As at 31 July 2003

	Note	2003 £	2002 £
FIXED ASSETS			
Tangible fixed assets	2	130,048	132,515
Investments	3	26,233	24,187
		<u>156,281</u>	<u>156,702</u>
CURRENT ASSETS			
Stocks		212,256	200,203
Debtors		320,283	231,388
Cash in hand		15	99
		<u>532,554</u>	<u>431,690</u>
CREDITORS: amounts falling due within one year	4	<u>(464,533)</u>	<u>(350,676)</u>
NET CURRENT ASSETS		<u>68,021</u>	<u>81,014</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>224,302</u>	<u>237,716</u>
CREDITORS: amounts falling due after more than one year	4	<u>(12,803)</u>	<u>(44,545)</u>
NET ASSETS		<u><u>211,499</u></u>	<u><u>193,171</u></u>
CAPITAL AND RESERVES			
Called up share capital	5	750	750
Share premium account		14,023	14,023
Capital redemption reserve		250	250
Profit and loss account		196,476	178,148
SHAREHOLDERS' FUNDS		<u><u>211,499</u></u>	<u><u>193,171</u></u>

The abbreviated accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the board on 15th Dec 2003 and signed on its behalf.


R W Humphries
 Director

The notes on pages 3 to 4 form part of these financial statements.

PENDEFORD METAL SPINNINGS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

For the year ended 31 July 2003

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Cash flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.3 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of Value Added Tax and trade discounts.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold land and buildings	-	2.5%	reducing balance
Plant and equipment	-	20%	reducing balance
Motor vehicles	-	25%	reducing balance
Fixtures and fittings	-	20 - 33%	reducing balance

1.5 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.6 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss account on the straight line basis over the lease term.

1.7 Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

1.8 Pensions

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

1.9 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

PENDEFORD METAL SPINNINGS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 July 2003

1.10 Deferred taxation

Provision is made for deferred taxation using the liability method to the extent that it is considered likely that a liability will crystallise in the foreseeable future.

2. TANGIBLE FIXED ASSETS

	£
Cost	
At 1 August 2002	353,135
Additions	23,216
Disposals	(16,070)
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At 31 July 2003	360,281
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Depreciation	
At 1 August 2002	220,620
Charge for the year	18,742
On disposals	(9,129)
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At 31 July 2003	230,233
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Net book value	
At 31 July 2003	130,048
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At 31 July 2002	132,515
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3. FIXED ASSET INVESTMENTS

	£
Cost	
At 1 August 2002	24,187
Additions	2,046
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At 31 July 2003	26,233
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4. CREDITORS

Creditors include secured liabilities of £126,612 (2002 £116,749)

5. SHARE CAPITAL

	2003 £	2002 £
Authorised		
1,000 Ordinary shares of £1 each	1,000	1,000
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Allotted, called up and fully paid		
750 Ordinary shares of £1 each	750	750
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