



PENDEFORD METAL SPINNINGS LIMITED

ABBREVIATED ACCOUNTS

for the year from 1 August 2000 to 31 July 2001

Company number : 1013760

BENTLEY JENNISON

CHARTERED ACCOUNTANTS
AND REGISTERED AUDITORS

AUDITORS' REPORT TO PENDEFORD METAL SPINNINGS LIMITED

UNDER SECTION 247 B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 5, together with the financial statements of the company for the year ended 31 July 2001 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 (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 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 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 5 are properly prepared in accordance with those provisions.

Bentley Jennison

Bentley Jennison
Chartered Accountants
and Registered Auditors

13 December 2001

2 Hollinswood Court
Stafford Park 1
Telford
TF3 3BD

PENDEFORD METAL SPINNINGS LIMITED

Abbreviated balance sheet at 31 July 2001

	Notes	2001 £	2000 £
FIXED ASSETS			
Tangible assets	2	123,504	126,347
Investments	2	22,141	20,095
		<u>145,645</u>	<u>146,442</u>
CURRENT ASSETS			
Stocks		192,131	167,569
Debtors		225,904	237,189
Cash at bank and in hand		68	38
		<u>418,103</u>	<u>404,796</u>
CREDITORS : Amounts falling due within one year	3	<u>(319,192)</u>	<u>(318,126)</u>
NET CURRENT ASSETS		<u>98,911</u>	<u>86,670</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>244,556</u>	<u>233,112</u>
CREDITORS : Amounts falling due after more than one year	3	<u>(46,203)</u>	<u>(38,554)</u>
NET ASSETS		<u>198,353</u>	<u>194,558</u>
CAPITAL AND RESERVES			
Called up share capital	4	750	1,000
Share premium account		14,023	14,023
Capital redemption reserve		250	-
Profit and loss account		183,330	179,535
SHAREHOLDERS' FUNDS		<u>198,353</u>	<u>194,558</u>

The financial statements 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.

Approved by the Board on 7/12/01 and signed on its behalf by:

R W Humphries



Director

PENDEFORD METAL SPINNINGS LIMITED**Notes to the abbreviated accounts
for the year ended 31 July 2001****1 ACCOUNTING POLICIES****Basis of accounting**

The financial statements have been prepared under the historical cost convention.

Depreciation

Depreciation is calculated to write off fixed assets over their estimated useful lives as follows:

Freehold property	2.5%	Reducing Balance
Motor vehicles	25%	Reducing Balance
Plant & equipment	20%	Reducing Balance
Fixtures & fittings	20%, 33.3%	Reducing Balance

Leases and hire purchase contracts

Assets held under hire purchase contracts are capitalised in the balance sheet and are depreciated in accordance with the company's depreciation policy. The interest element of the rental obligation is charged to the profit and loss account over the period of the hire purchase contract and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost includes direct materials, labour and manufacturing overheads incurred in bringing each product to its present location and condition. Net realisable value is based on estimated selling price less further costs to completion and selling costs.

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.

Foreign currencies

Profit and loss account transactions in foreign currencies are translated into sterling at the exchange rate in operation on the date of the transaction. Assets and liabilities denominated in foreign currencies are translated into sterling at the closing rates and the exchange differences are included in the profit and loss account.

Pensions

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

PENDEFORD METAL SPINNINGS LIMITED

Notes to the abbreviated accounts
for the year ended 31 July 2001

1 ACCOUNTING POLICIES (continued)

Investments

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

2 FIXED ASSETS

	Tangible fixed assets £	Fixed asset investments £	Total £
Cost			
1 August 2000	310,671	20,095	330,766
Additions	14,285	2,046	16,331
31 July 2001	324,956	22,141	347,097
Depreciation			
1 August 2000	184,324	-	184,324
Charge for the year	17,128	-	17,128
31 July 2001	201,452	-	201,452
Net book value			
31 July 2001	123,504	22,141	145,645
31 July 2000	126,347	20,095	146,442

3 CREDITORS

	2001 £	2000 £
Creditors include secured liabilities		
On assets under finance leases and hire purchase contracts :		
Payable within five years	7,412	20,179
Other :		
Bank loan and overdraft	113,407	93,605

PENDEFORD METAL SPINNINGS LIMITED

Notes to the abbreviated accounts
for the year ended 31 July 2001

4 CALLED UP SHARE CAPITAL

	2001		2000	
	Number of	£	Number of	£
	shares		shares	
Authorised				
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid				
Ordinary shares of £1 each	<u>750</u>	<u>750</u>	<u>1,000</u>	<u>1,000</u>