

PUMPS AND EQUIPMENT WARWICK LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 1994

Company Registration Number 1691673



PUMPS AND EQUIPMENT WARWICK LIMITED
31 DECEMBER 1994

AUDITORS' REPORT TO THE DIRECTOR OF PUMPS AND EQUIPMENT WARWICK LIMITED PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985.

We have examined the abbreviated accounts on pages 1 to 3 together with the financial statements of Pumps and Equipment Warwick Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1994.

Respective responsibilities of director and auditors

The director is responsible for preparing the abbreviated accounts 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 director's statement on page 1 and whether the abbreviated accounts 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 accounts 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 31 December 1994 and the abbreviated accounts on pages 1 to 3 have been properly prepared in accordance with that Schedule.

Other information

On 3 July 1995 we reported, as auditors of Pumps and Equipment Warwick Limited, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1994 and our audit report was as follows:

"We have audited the financial statements on pages 4 to 10 which have been prepared under the historical cost convention and the accounting policies set out on pages 6 and 7.

continued

PUMPS AND EQUIPMENT WARWICK LIMITED
31 DECEMBER 1994

AUDITORS' REPORT TO THE DIRECTOR OF PUMPS AND EQUIPMENT WARWICK LIMITED PURSUANT
TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985 (CONTINUED)

RESPECTIVE RESPONSIBILITIES OF DIRECTOR AND AUDITORS

As described on page 1 the company's director is 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.

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 director 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 other irregularity or error. 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 31 December 1994 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 as applicable to small companies".

FLINT & THOMPSON
FLINT & THOMPSON
Registered Auditors
Chartered Accountants

1325a Stratford Road
Hall Green
Birmingham B28 9HL

19 July 1995

ABBREVIATED BALANCE SHEET
31 DECEMBER 1994

	Note	£	1994	£	1993	£
FIXED ASSETS	2			59,460		38,918
CURRENT ASSETS						
Stock			81,383		108,897	
Debtors (all due within one year)			104,060		139,961	
Cash at bank and in hand			2,248		-	
			-----		-----	
			187,691		248,858	
CREDITORS						
Amounts falling due within one year	3		126,284		182,317	
			=====		=====	
NET CURRENT ASSETS				61,407		66,541
				-----		-----
TOTAL ASSETS LESS CURRENT LIABILITIES				120,867		105,459
				-----		-----
CREDITORS						
Amounts falling due after more than one year	3			19,800		19,800
PROVISIONS FOR LIABILITIES AND CHARGES				1,835		1,785
				-----		-----
NET ASSETS				99,232		83,874
				=====		=====
CAPITAL AND RESERVES						
Called up share capital	4			10,000		10,000
Profit and loss account				89,232		73,874
				-----		-----
SHAREHOLDERS FUNDS				99,232		83,874
				=====		=====

The director has taken advantage of the exemptions conferred by Part III of Schedule 8 of the Companies Act 1985 and have done so on the grounds that, in his opinion, the company is entitled to those exemptions as a small company.

The director has taken advantage of the special exemptions conferred by Part I of Schedule 8 of the Companies Act 1985 and have done so on the grounds that, in his opinion, the company is entitled to those exemptions as a small company.

These financial statements were approved by the board on 19 July 1995.

Signed on behalf of the board of directors

H J SIMMONS
DIRECTOR

19 July 1995

The notes on pages 2 and 3 form part of these accounts.

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 1994

ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year and also have been consistently applied within the same account.

(a) Basis of preparation of financial statements

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

The effect of events relating to the year ended 31 December 1994 which occurred before the date of approval of the financial statements by the Board of Directors have been included in the statements to the extent required to show a true and fair view of the state of affairs at 31 December 1994 and of the results for the year ended on that date.

(b) Depreciation

Depreciation has been computed to write off the cost of tangible fixed assets over their expected useful lives using the following rates:

Leasehold improvements	-	15% per annum of net book value
Plant and equipment	-	15% per annum of net book value
Fixtures and fittings	-	15% per annum of net book value
Motor vehicles	-	25% per annum of net book value
Computer equipment	-	25% per annum on cost

(c) Stocks

Stocks have been valued at the lower of cost and net realisable value.

(d) Deferred taxation

Deferred taxation is provided on the liability method to take account of timing differences between the treatment of certain items for accounts purpose and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may crystallise.

(e) Research and development

Expenditure on research and development is written off against profits in the year in which it is incurred.

(f) Foreign exchange

Transactions denominated in foreign currencies are translated into sterling and recorded at the rate of exchange ruling at the date of the transaction.

Balances at the year end denominated in a foreign currency are translated into sterling at the rate of exchange ruling at the balance sheet date or the rate of exchange ruling at the date of the transaction.

(g) Leasing

Tangible fixed assets acquired under finance leases or hire purchase contracts are capitalised and depreciated in the same manner as other tangible fixed assets. The related obligations net of future finance charges are included in creditors.

Rentals payable under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 1994

ACCOUNTING POLICIES (CONTINUED)

(h) Pension costs

The company operates pension schemes for the benefit of some of its employees. The funds of the schemes are administered by Trustees and are separate from the company. Independent actuaries complete valuations at least every three years and in accordance with their recommendations annual contributions are paid to the schemes so as to secure the benefits set out in the rules and the periodic augmentation of current pensions. The cost of these and any variations from regular cost arising from actuarial valuations are charged or credited to the profit and loss account in the period of its payment or receipt.

2. FIXED ASSETS

	<u>Tangible Fixed Assets</u> £
COST	
At 31 December 1993	69,867
Additions	44,026
Disposals	(13,239)

At 31 December 1994	100,654
	=====
DEPRECIATION	
At 31 December 1993	30,949
Charge for the year	15,972
Eliminated on disposals	(5,727)

At 31 December 1994	41,194
	=====
NET BOOK VALUE	
31 December 1994	59,460
	=====
31 December 1993	38,918
	=====

3. CREDITORS

Creditors include the following:

	<u>1994</u> £	<u>1993</u> £
Loan on pension policy	19,800	19,800
Bank overdraft	-	35,337

The bank overdraft is secured.

4. SHARE CAPITAL

	<u>Authorised</u> £	Allotted called up and fully paid <u>paid</u> £
Ordinary shares of £1 each	100,000	10,000
	=====	=====

There have been no changes during the year.