

REGISTERED NUMBER: 2916967 (England and Wales)

## REGISTRAR OF COMPANIES

Abbreviated Financial Statements  
for the Year Ended 31 March 1998  
for  
MEM Engineering Limited



**MEM Engineering Limited**

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for the Year Ended 31 March 1998**

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**MEM Engineering Limited**  
**Company Information**  
**for the Year Ended 31 March 1998**

**DIRECTOR:** M E McGrane

**SECRETARY:** I.C. Horton

**REGISTERED OFFICE:** Edward House  
Dowlais Road  
Ocean Park  
Cardiff  
CF1 5TW

**REGISTERED NUMBER:** 2916967 (England and Wales)

**AUDITORS:** Broomfield & Alexander  
Registered Auditor  
Chartered Accountants  
Pendragon House  
Caxton Place  
Pentwyn  
Cardiff CF2 7XE

**MEM Engineering Limited**

**Report of the Auditors to  
MEM Engineering Limited  
Under Section 247B of the Companies Act 1985**

We have examined the abbreviated financial statements on pages three to five, together with the full financial statements of the company for the year ended 31 March 1998 prepared under Section 226 of the Companies Act 1985.

**Respective responsibilities of director and auditors**

The director is responsible for preparing the abbreviated financial statements 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 financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements 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 financial statements and that the abbreviated financial statements 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 full financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages three to five are properly prepared in accordance with those provisions.

**Other information**

On 24<sup>th</sup> November 1998 we reported, as auditors to the shareholders of the company on the financial statements for the year ended 31 March 1998 prepared under Section 226 of the Companies Act 1985, and our report included the following paragraph:

**"Fundamental uncertainty**

In forming our opinion, we have considered the adequacy of disclosures made in note 1 to the financial statements regarding the basis of preparation of the financial statements, and the inherent uncertainty as to the financial support of the company's related undertaking. In view of the significance of this uncertainty, we consider that it should be drawn to your attention, but our opinion is not qualified in this respect."

*Broomfield + Alexander*

Broomfield & Alexander  
Registered Auditor  
Chartered Accountants  
Pendragon House  
Caxton Place  
Pentwyn  
Cardiff CF2 7XE

Dated: 24<sup>th</sup> November 1998

MEM Engineering Limited

Abbreviated Balance Sheet  
31 March 1998

		31.3.98	31.3.97
	Notes	£	£
<b>CURRENT ASSETS:</b>			
Stocks		16,681	21,861
Debtors		242,846	160,114
Cash at bank		6,373	-
		<u>265,900</u>	<u>181,975</u>
<b>CREDITORS:</b> Amounts falling due within one year		416,889	341,601
		<u>(150,989)</u>	<u>(159,626)</u>
<b>NET CURRENT LIABILITIES:</b>			
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>		<u>£(150,989)</u>	<u>£(159,626)</u>
<b>CAPITAL AND RESERVES:</b>			
Called up share capital	2	100	100
Profit and loss account		<u>(151,089)</u>	<u>(159,726)</u>
Shareholders' funds		<u>£(150,989)</u>	<u>£(159,626)</u>

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:



M E McGrane - DIRECTOR

Approved by the Board on 19.11.98

The notes form part of these financial statements

## MEM Engineering Limited

### Notes to the Abbreviated Financial Statements for the Year Ended 31 March 1998

#### 1. ACCOUNTING POLICIES

##### Basis of preparing the financial statements

The financial statements have been prepared on a going concern basis which assumes that the company will continue to trade for the foreseeable future, despite the existence of net liabilities at the balance sheet date.

The validity of the going concern basis is reliant on the continuing financial support of a related undertaking, MEM Group Plc. The directors are confident that this support will continue. At the year end the amount owed to MEM Group Plc is £301,617.

The directors are also confident that steps taken to improve profitability have been initiated and the results since the year end are promising.

##### Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities.

##### Turnover

Turnover represents amounts receivable for goods and services supplied to customers, exclusive of value added tax.

##### 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 taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the director, there is reasonable probability that the liability will not arise in the foreseeable future.

#### 2. CALLED UP SHARE CAPITAL

##### Authorised:

Number:	Class:	Nominal value:	31.3.98	31.3.97
1,000	Ordinary shares	1	£ 1,000	£ 1,000

##### Allotted and issued:

Number:	Class:	Nominal value:	31.3.98	31.3.97
100	Ordinary shares	1	£ 100	£ 100