

**AUDITORS' REPORT TO THE DIRECTORS OF**  
**A&P ENGINEERING LIMITED**

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 3 to 5 together with the financial statements of A & P Engineering Limited prepared under section 226 of the Companies Act 1985 for the Year Ended 31st August 1994.

Respective responsibilities of directors and auditors

The directors are responsible for preparing 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 directors statement on page 3 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 exemption conferred by Section A of Part III of Schedule 8 to that Act, in respect of the Year Ended 31st August 1994 and the abbreviated accounts on pages 3 to 5 have been properly prepared from the full accounts.

Other information

On 1st March 1995 we reported as auditors of A & P Engineering Limited to the members on the full financial statements required by section 226 of the Companies Act 1985 for the Year Ended 31st August 1994 and our audit report was as overleaf:-



## AUDITORS' REPORT TO THE SHAREHOLDERS OF

A&P ENGINEERING LIMITED

We have audited the financial statements set out on pages 4 to 11.

Respective responsibilities of directors and auditors

As described on page 1 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.

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 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 at 31st August 1994 and of the profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

*Baldwin & Co*  
.....  
Baldwin & Co  
Certified Accountants  
Registered Auditors

49 Wellington Road,  
Bilston, West Midlands.  
WV14 6AH

1st March 1995

**ABBREVIATED BALANCE SHEET AS AT**  
**31ST AUGUST 1994**

	Note	<u>1994</u>		<u>1993</u>	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible Assets	2		6,455		-
<b>CURRENT ASSETS</b>					
Stocks		250		-	
Debtors: Amounts falling due within one year		47,192		6,721	
Cash at Bank and in Hand		-		4,058	
		<u>47,442</u>		<u>10,779</u>	
<b>CREDITORS: Amounts falling due within one year</b>		<u>(39,342)</u>		<u>(12,766)</u>	
<b>NET CURRENT ASSETS</b>			8,100		(1,987)
		<u>£ 14,555</u>		<u>£ (1,987)</u>	
<b>CAPITAL AND RESERVES</b>					
Called-up Share Capital	3		100		100
Profit and Loss Account			14,455		(2,087)
			<u>£ 14,555</u>		<u>£ (1,987)</u>

The directors have taken advantage of the exemptions conferred on small companies by the Companies Act 1985, Schedule 8, Part III.A. In the opinion of the Directors the Company qualifies as a small company and is entitled to make use of the exemptions.

Signed on behalf of directors ..... (P A Allsopp Director)  
on 1st March 1995.

NOTES TO THE ABBREVIATED ACCOUNTSYEAR ENDED 31ST AUGUST 19941. Accounting Policies

The Accounts have been prepared under the Historical Cost Convention

Turnover

Turnover represents the Invoice Value of Sales made during the period, exclusive of value added tax.

Depreciation

Depreciation is calculated to write off the book value of each tangible fixed asset over its expected useful life on a reducing balance basis at the following annual rates:-

Plant and Machinery	15%
Fixtures and Fittings	10%
Motor Vehicles	25%

Stock

Stock is stated at the lower of cost or net realisable value.

Deferred Taxation

Provision is made under the liability method to take account of the timing differences arising from the differing treatment of Depreciation for Accounting and Taxation purposes.

Cash Flow Statement

The company has taken advantage of the exemption in Financial Reporting Standard No. 1, from producing a Cash Flow Statement, on the grounds that it is a small Company.

## NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST AUGUST 1994

2. Tangible Assets

	Plant and Machinery	Fixtures and Fittings	Motor Vehicles	Total
	£	£	£	£
<u>Cost</u>				
At 1st September 1993	-	-	-	-
Additions	6,700	220	750	7,670
Disposals	-	-	-	-
At 31st August 1994	6,700	220	750	7,670
<u>Depreciation</u>				
At 1st September 1993	-	-	-	-
Charge	1,005	22	188	1,215
Disposals	-	-	-	-
At 31st August 1994	1,005	22	188	1,215
<u>Net Book Values</u>				
At 1st September 1993	£ -	£ -	£ -	£ -
At 31st August 1994	£ 5,695	£ 198	£ 562	£ 6,455

3. Called-up Share Capital

	1994	1993
	£	£
Authorised:-		
1,000 Ordinary Shares of £1 each	1,000	1,000
Issued and fully paid:-		
100 Ordinary Shares of £1 each	100	100