

**ERMINE ENGINEERING COMPANY LIMITED
UNAUDITED ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2010**

Company Registration Number 05093787

RSM Tenon Limited

The Poynt
45 Wollaton Street
Nottingham
NG1 5FW

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ERMINE ENGINEERING COMPANY LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 2010

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ERMINE ENGINEERING COMPANY LIMITED
Registered Number 05093787

ABBREVIATED BALANCE SHEET

31 MARCH 2010

| | Note | 2010 £ | £ | 2009 £ | £ |
|--|------|-----------|----------------|-----------|----------------|
| Fixed assets | 2 | | | | |
| Intangible assets | | | 600 | | 800 |
| Tangible assets | | | 272,067 | | 293,255 |
| Investments | | | 200 | | 200 |
| | | | <u>272,867</u> | | <u>294,255</u> |
| Current assets | | | | | |
| Stocks and work-in-progress | | 23,500 | | 15,330 | |
| Debtors | | 559,089 | | 558,377 | |
| Cash at bank and in hand | | 145,004 | | 342,379 | |
| | | | <u>727,593</u> | | <u>916,086</u> |
| Creditors' amounts falling due within one year | 3 | (326,626) | | (425,037) | |
| Net current assets | | | 400,967 | | 491,049 |
| Total assets less current liabilities | | | <u>673,834</u> | | <u>785,304</u> |
| Creditors' amounts falling due after more than one year | 4 | | (51,353) | | (94,120) |
| Provisions for liabilities | | | (13,918) | | (21,145) |
| | | | <u>608,563</u> | | <u>670,039</u> |
| Capital and reserves | | | | | |
| Called-up share capital | 5 | | 50,001 | | 50,001 |
| Profit and loss account | | | 558,562 | | 620,038 |
| Shareholders' funds | | | <u>608,563</u> | | <u>670,039</u> |

The Balance sheet continues on the following page
The notes on pages 3 to 6 form part of these abbreviated accounts

ERMINE ENGINEERING COMPANY LIMITED

Registered Number 05093787

ABBREVIATED BALANCE SHEET *(continued)*

31 MARCH 2010

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the year by virtue of section 477, and that no member or members have requested an audit pursuant to section 476 of the Act

The directors acknowledge their responsibilities for

- (i) ensuring that the company keeps adequate accounting records which comply with section 386 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 393, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

These abbreviated accounts were approved by the directors and authorised for issue on 15 November 2010, and are signed on their behalf by



G Thompson
Director

The notes on pages 3 to 6 form part of these abbreviated accounts

ERMINE ENGINEERING COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 2010

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Consolidation group accounts

In the opinion of the directors, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 398 of the Companies Act 2006 not to prepare group accounts.

Turnover

Turnover represents the value of work carried out on all contracts during the year, in accordance with SSAP9 (revised) and UITF40 and is stated net of Value Added Tax.

Goodwill

Goodwill arising on an acquisition of a business is the difference between the fair value of the consideration paid and the fair value of the assets and liabilities acquired. Goodwill is either amortised through the profit and loss account over the directors' estimate of its economic useful life or written off immediately to the profit and loss account in the event of impairment.

Amortisation of goodwill

Amortisation is calculated so as to write off the cost of an asset, net of anticipated disposal proceeds, over the estimated useful economic life of that asset as follows:

Goodwill - over 20 years

Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation. Costs represent purchase price together with any incidental cost at acquisition.

Depreciation

Depreciation is calculated so as to write off the cost or revaluation of an asset, net of anticipated disposal proceeds, over the useful economic life of that asset as follows:

| | | |
|--------------------|---|----------------------|
| Freehold property | - | 2% per annum |
| Leasehold property | - | over 15 years |
| Plant & machinery | - | 15% reducing balance |
| Motor vehicles | - | 25% reducing balance |
| Office equipment | - | 15% reducing balance |

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss reserve.

Investments

Fixed asset investments are included in the financial statements at cost less any provision for impairment.

ERMINE ENGINEERING COMPANY LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 MARCH 2010

1 Accounting policies (continued)

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

Work in progress

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date, where transactions or events that result in an obligation to pay more or a right to pay less tax in the future have occurred by the balance sheet date with certain limited exceptions.

Deferred tax is calculated on a non-discounted basis at the tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

ERMINE ENGINEERING COMPANY LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 MARCH 2010

2. Fixed assets

| | Intangible assets £ | Tangible assets £ | Investments £ | Total £ |
|-----------------------|---------------------------|-------------------------|------------------|----------------|
| Cost | | | | |
| At 1 April 2009 | 2,858 | 371,905 | 200 | 374,963 |
| Additions | – | 11,938 | – | 11,938 |
| Disposals | – | (9,138) | – | (9,138) |
| At 31 March 2010 | <u>2,858</u> | <u>374,705</u> | <u>200</u> | <u>377,763</u> |
| Depreciation | | | | |
| At 1 April 2009 | 2,058 | 78,650 | – | 80,708 |
| Charge for the year | 200 | 29,272 | – | 29,472 |
| On disposals | – | (5,284) | – | (5,284) |
| At 31 March 2010 | <u>2,258</u> | <u>102,638</u> | <u>–</u> | <u>104,896</u> |
| Net book value | | | | |
| At 31 March 2010 | <u>600</u> | <u>272,067</u> | <u>200</u> | <u>272,867</u> |
| At 31 March 2009 | <u>800</u> | <u>293,255</u> | <u>200</u> | <u>294,255</u> |

The following was a subsidiary undertaking at the end of the year

| Name | Country | Proportion of voting rights and ordinary share capital held | Results for the year ended 31 March 2010 £ | Net assets at 31 March 2010 £ | Nature of business |
|-------------------------------|---------|--|---|--|-----------------------|
| TJJ Engineering Limited | England | 100% | Nil | 200 | Dormant Company |

3. Creditors: amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured

| | 2010 £ | 2009 £ |
|--------------------------|---------------|---------------|
| Bank loan | 30,497 | 26,004 |
| Hire purchase agreements | 7,778 | 12,124 |
| | <u>38,275</u> | <u>38,128</u> |

ERMINE ENGINEERING COMPANY LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 MARCH 2010

4. Creditors: amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured

| | 2010 | 2009 |
|--------------------------|---------------|---------------|
| | £ | £ |
| Bank loan | 49,740 | 84,730 |
| Hire purchase agreements | 1,613 | 9,390 |
| | <u>51,353</u> | <u>94,120</u> |

5. Share capital

Allotted, called up and fully paid:

| | 2010 | | 2009 | |
|----------------------------|---------------|---------------|---------------|---------------|
| | No | £ | No | £ |
| Ordinary shares of £1 each | <u>50,001</u> | <u>50,001</u> | <u>50,001</u> | <u>50,001</u> |